



DRAFT ANNUAL BUDGET OF

West Coast District Municipality

2016/17 TO 2018/19
MEDIUM TERM REVENUE AND
EXPENDITURE FORECASTS

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ANNEXURE – A – LIST OF BUDGET RELATED POLICIES.

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ANNEXURE – C – TARIFFS.

ANNEXURE – D – SCOA IMPLEMENTATION PLAN.

ABBREVIATIONS AND ACRONYMS

AMR	Automated Meter Reading	ℓ	litre
ASGISA	Accelerated and Shared Growth Initiative	LED	Local Economic Development
BPC	Budget Planning Committee	MEC	Member of the Executive Committee
CBD	Central Business District	MFMA	Municipal Financial Management Act Programme
CFO	Chief Financial Officer	MIG	Municipal Infrastructure Grant
CM	City Manager	MMC	Member of Mayoral Committee
CPI	Consumer Price Index	MPRA	Municipal Properties Rates Act
CRRF	Capital Replacement Reserve Fund	MSA	Municipal Systems Act
DBSA	Development Bank of South Africa	MTEF	Medium-term Expenditure Framework
DORA	Division of Revenue Act	MTREF	Medium-term Revenue and Expenditure Framework
DWA	Department of Water Affairs	NERSA	National Electricity Regulator South Africa
EE	Employment Equity	NGO	Non-Governmental organisations
EEDSM	Energy Efficiency Demand Side Management	NKPIs	National Key Performance Indicators
EM	Executive Mayor	OHS	Occupational Health and Safety
FBS	Free basic services	OP	Operational Plan
GAMAP	Generally Accepted Municipal Accounting Practice	PBO	Public Benefit Organisations
GDP	Gross domestic product	PHC	Provincial Health Care
GDS	Gauteng Growth and Development Strategy	PMS	Performance Management System
GFS	Government Financial Statistics	PPE	Property Plant and Equipment
GRAP	General Recognised Accounting Practice	PPP	Public Private Partnership
HR	Human Resources	PTIS	Public Transport Infrastructure System
HSRC	Human Science Research Council	RG	Restructuring Grant
IDP	Integrated Development Strategy	RSC	Regional Services Council
IT	Information Technology	SALGA	South African Local Government Association
kℓ	kilolitre	SAPS	South African Police Service
km	kilometre	SDBIP	Service Delivery Budget Implementation Plan
KPA	Key Performance Area	SMME	Small Micro and Medium Enterprises
KPI	Key Performance Indicator		
kWh	kilowatt		

Part 1 – Annual Budget

1.1 Mayor's Report / Speech

Will be included in final budget

1.2 Council Resolutions

On 30 March 2016 the Council of West Coast District Municipality met in the Council Chambers to consider the draft annual budget of the municipality for the financial year 2016/17. The Council approved and adopted the following resolutions:

1. The Council of the West Coast District Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:
 - 1.1. The annual budget of the municipality for the financial year 2016/17 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table 10 on page 28;
 - 1.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table 11 on page 29;
 - 1.1.3. Budgeted Financial Performance (revenue and expenditure) as contained in Table 13 on page 31; and
 - 1.1.4. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 14 on page 33.
 - 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - 1.2.1. Budgeted Financial Position as contained in Table 15 on page 35;
 - 1.2.2. Budgeted Cash Flows as contained in Table 16 on page 37;
 - 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table 17 on page 37;
 - 1.2.4. Asset management as contained in Table 18 on page 39; and
 - 1.2.5. Basic service delivery measurement as contained in Table 19 on page 40.
2. The Council of the West Coast District Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect the policies.
 - 2.1. All related policies – as set out in Annexure A
3. The Council of the West Coast District Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2016 the tariffs for other services.

4. To give proper effect to the municipality's annual budget, the Council of the West Coast District Municipality approves:
 - 4.1. That cash backing is implemented through the utilisation of a portion of the revenue from the RSC Levy Replacement Grant and water services to ensure that all capital reserves and provisions, unspent long-term loans and unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.

1.3 Executive Summary / Financial Plan

1. Introduction

The implementation of the Integrated Development Plan is largely reliant on the efficiency of the financial management system, and a strategy to enhance this capacity is necessary.

The principles, Strategic Financial Framework, the Medium Term Expenditure and Revenue Framework (for the next three years) and Capital Investment Programme, are outlined in this section. The emphasis for the initial year, i.e. 2016/2017, is on projects receiving committed funding, and priority projects. It is important for the Municipality to ensure that they source funding for projects in an aggressive way in order to ensure that the implementation process is sustainable.

The emphasis will fall on basic service delivery (bulk water supply), which will be funded, by three local municipalities. Local economic development shall be encouraged as it could have a spillover effect, which will be beneficial to the municipality as a whole, triggering more investment.

The draft budget was compiled before the Provincial allocations to municipalities were published. These figures will be adjusted in the final budget to be approved in May 2016.

2. Arrangements

The following arrangements regarding Resources and Guidelines will receive attention:

2.1 Inventory of Resources

2.1.1 Staff

- a) An organizational structure for the finance department will be regularly reviewed.
- b) Job Descriptions will be kept updated for all Finance staff.
- c) Training of staff will be performed in terms of a Skills Development Plan.

2.1.2 Supervisory Authority

The Finance Committee deals with all financial issues. The Municipal Manager is the Accounting Officer, and is therefore responsible for financial management. The Chief Financial Officer will however be tasked with the day-to-day management of the Finance directorate in terms of his/her Performance agreement. The Audit Committee will perform a

Monitoring and Evaluation function of External, Internal and Performance audit procedures and control systems.

2.1.3 Systems

- a) Debtors Billing, Receipting, Creditors and Main Ledger transactions is performed on the SAMRAS (DB4) Data Processing System. The compatibility of the system with Council's specifications will be regularly reviewed, inclusive of support services (hardware and software), and training for staff on the applications utilized.
- b) Payroll function is managed on the SAMRAS (DB4), and will suffice for the next three years.
- c) BAUD is used as an Assets management system and upgrading thereof is receiving Council's attention. Reconciliations are performed on a monthly basis between the financial management system and the asset management system. In the medium term the councils Asset Management system will be transferred to SAMRAS (DB4)
- d) Grant management, Investments, Cash at Bank (reconciliation), and External Loans will be managed with SAMRAS (DB4) and control spread sheets. Incorporation into the Financial Management System will be updated monthly.

2.1.4 Accommodation

- a) *Offices*: This space is restricted.
- b) *Registry*: Is shared with the other Departments in close proximity to Finance.
- c) *Archives*: An archiving system in place and conforms to legislation.

2.2 Management Guidelines

The formulation and adoption by Council of Policies and Bylaws to guide management towards the attainment of the vision and mission of the Municipality is a crucial aspect.

The following policies will be reviewed on a regular basis:

- a) *Supply Chain Management Policy* - conforming to National legislation (including the Preferential Procurement Policy Framework Act, Broad Based Black Economic Empowerment Act, and Municipal Finance Management Act) and Council's own vision;
- b) *Investment Policy* - conforming to the guidelines supplied by the Institute of Municipal Finance Officers and the Municipal Finance Management Act;
- c) *Tariff Policy* - conforming to the principles contained in the Municipal Systems Act;
- d) *Rates Policy* - conforming to the principles outlined in the Property Rates Act, regulations;
- e) *Credit Control and Debt Collection Policy* - in accordance with the Municipal Systems Act and Case studies in this respect;
- f) *Indigent Policy* - from the National guidelines on this aspect;
- g) *Asset Management Policy* - to promote the efficient use and effective control over Municipal assets, in terms of the Guidelines supplied by the Institute of Municipal Finance Officers, Local Government Capital Asset Management Guidelines and the Accounting Standards Board.

Legislation requires that certain policies e.g. Credit control and Debt collection be supported by Bylaws, to assist enforcement.

3. Strategy

Strategies to be employed to improve the financial management efficiency and the financial position are as follows:

3.1 Financial Guidelines and Procedures

The Accounting policies will be reviewed to conform to the provisions contained in the Municipal Finance Management Act, and the Guidelines supplied by the Department of Finance and Accounting Standards Board. Procedures to give effect to these policies will be compiled. The Procedures will be aligned with Council's policies regarding the various aspects, with reference to the applicable Job descriptions, and Terms of Reference of the various Standing Committees, to affix responsibility. Alignment with the Performance Management System will ensure the necessary control to Council.

3.2 Financing

3.2.1 Operating:

Revenue to finance the operating account is mainly attributed to bulk water supply, interest on investments, RSC Levy Replacement Grant and Equitable Share and agency services in respect of road maintenance.

3.2.2 Capital:

Capital expenditure is funded through revenue contributions.

3.3 Revenue raising

3.4.1 Tariffs:

Tariffs for all services will be reviewed to conform to the principles contained in the Tariff policy, the Indigent policy and National guidelines in respect of the provisions of Free Basic Services.

3.4.2 Other Services:

The possibility to raise revenue from services not previously provided by the Council, in accordance with the Schedules to the Constitution, and the Division of Powers and Functions (Section 84(1) of the Municipal Structures Act), will be investigated.

3.4 Asset Management:

All assets will be managed in terms of the applicable policy from Council. Maintenance plans will be drawn up and implemented for all major assets with an extended lifespan.

This municipality has a GRAP compliant Asset Register and utilizes an external service provider to perform yearly asset counts, revision of useful lives, condition assessments of assets. The Asset Register is updated on a monthly basis by the Asset Manager. The above procedures is done to mitigate risks and to segregate duties. The obsolescence and redundancy of assets are regularly monitored, with adequate replacement cycles being instituted, where applicable and affordable.

3.5 Cost-effectiveness

The Expenditure / Income and Supply Chain Management divisions will be tasked to perform costing exercises on major expenditure, goods and services, in respect of projects and continuous contracts, to ensure Council obtains maximum benefit. The applicable policies will provide the guidelines in this respect.

4. Revenue and Expenditure Forecast

4.1 Financial Position

4.1.1 Cash Position:

Council has sufficient cash resources available to meet its medium to long term needs. Certain resources are representative of unspent funds held by Council in respect of Government Grants. The utilization of these monies to finance operating expenses, and projects other than their directed use is not permissible.

4.1.2 Funds and Reserves:

The Accumulated surplus has been utilized to finance Capital expenditure by the Fire Protection and Finance and Administration directorates and partially the Water Provision directorate. Council's Retained Surplus / Working Capital, as well as the Provisions set aside for specific purposes e.g. Bad debts, Post – employment Health Care Benefits and Employee Benefits Accrual (Performance bonuses and Bonuses), represented by either Cash or Investments.

4.1.3 Debtors:

The implementation of the procedures in terms of the Credit control and Debt collection Policy has facilitated the management of cash flow, and place Council in a position to finance operation expenses.

4.1.4 Rates and Tariffs

The structure of Tariffs will be implemented in accordance with the applicable Council Policy documents.

4.1.5 Equitable Share Allocation

One of Council's sources of revenue to finance its Operating expenses is the RSC Levy Replacement Grant. Increased allocations in terms of the Division of Revenue Act were published for the next three years.

4.1.6 Depreciation

The Depreciation cost in the Expenditure forecast was equated.

4.2 Operating Expenses

The following table details the operating expenditure for the medium term revenue and expenditure framework:

Medium Term Revenue and Expenditure Framework			
OPERATING EXPENDITURE	Budget Year 2016 / 2017	Budget Year 2017 / 2018	Budget Year 2018 / 2019
	Budget R	Budget R	Budget R
Operating Expenditure by Type			
Employee costs	158,057	163,886	173,417
Remuneration of councillors	6,947	6,381	6,701
Debt impairment	441	463	486
Depreciation & asset impairment	14,461	7,010	7,360
Finance charges	9,299	-	-
Bulk purchases	10,300	10,815	11,356
Other materials	55,111	48,007	50,208
Other expenditure	91,347	87,677	94,404
Total Operating Expenditure	345,963	324,239	343,932

4.3 Operating Revenue

The following table details the operating revenue for the medium term revenue and expenditure framework:

Medium Term Revenue and Expenditure Framework			
OPERATING REVENUE	Budget Year 2016 / 2017	Budget Year 2017 / 2018	Budget Year 2018 / 2019
	Budget R	Budget R	Budget R
Operating Revenue by Type			
Property rates	-	-	-
Service charges	112,744	92,507	98,820
Rental of facilities	3,304	3,469	3,643
Investment revenue	8,663	9,096	9,550
Interest on debtors	28	30	31
Licences and permits	20	21	22
Transfers recognised – operational	86,904	88,699	94,710
Agency services	125,764	121,260	127,072
Other own revenue	11,099	11,511	12,087
Total Operating Revenue	348,526	326,593	345,935

4.4 Grant Receivable

The following table details the grants receivable for the medium term revenue and expenditure framework:

Medium Term Revenue and Expenditure Framework			
GRANT RECEIVABLE	Budget Year 2016 / 2017	Budget Year 2017 / 2018	Budget Year 2018 / 2019
	Budget R	Budget R	Budget R
Grant name			
Financial management grant	1,250	1,250	1,000
Municipal systems improvement grant	-	-	3,124
Equitable share grant	82,194	84,904	87,900
Rural Roads Asset Management System	2,424	2,545	2,686
EPWP	1,036	-	-
Total Operating Revenue	86,904	88,699	94,710

5. Capital Investment Programme

Functional Sector	Programme & Project Description	Funding Source	Budget Year 2016/2017	Budget Year 2017/2018	Budget Year 2018/2019	Total
Water Provision	Vehicles	Surplus	775	750	1,000	2,525
Water Provision	Misverstand WTW	Surplus	250	-	-	250
Water Provision	Voelvlei Housing	Surplus	500	-	-	500
Water Provision	Flow meters	Surplus	350	350	250	950
Water Provision	Valves	Surplus	2,150	1,500	1,500	5,150
Water Provision	Tools	Surplus	120	300	150	570
Water Provision	Dos equipment	Surplus	95	50	85	230
Water Provision	Network & Communication (Dig-radio's)	Surplus	560	100	250	910
Water Provision	Air conditioning	Surplus	20	25	15	60
Water Provision	Pipe replacement	Surplus	2,650	1,200	1,200	5,050
Water Provision	Motor & Pump	Surplus	200	250	250	700

Water Provision	Furniture	Surplus	20	35	20	75
Health Inspectors	Furniture and equipment	Surplus	28	-	-	28
Firefighting Services	Fire Fighting Equipment	Surplus	2,303	-	-	2,303
Firefighting Services	Fire Fighting Stations	Surplus	592	-	-	592
Finance and Administration	Furniture and equipment	Surplus	566	-	-	566
Ganzekraal	Furniture and equipment	Surplus	116	-	-	116
Tourism	Other Assets	Surplus	10	-	-	10
Total			11,305	4,560	4,720	20,585

6. Long-term financial plan 2015/2024

INCA drafted a long-term financial plan for the municipality with funds provided by Provincial Treasury. Some of the following recommendations were taken into account when the budget was compiled.

RECOMMENDATIONS:

- **Role and Function of District Municipalities – WCDM's Advocating Role**

Ambiguity regarding the functions of district municipalities that exist in legislation, allocation of an increased number of unfunded mandates and division of certain functions between local and district municipalities all contribute to an uncertainty about the future role and functions of district municipalities.

This uncertainty is made worse by the fact that district municipalities are to a large extent reliant on transfers from the National Treasury, and whereas funding should follow function there exists confusion about the appropriate functions to perform and the funding instruments which the district can expect in future.

The prominence of the WCDM among its peers should be brought to bear in advocating, together with organized local government (e.g. SALGA) in promoting greater clarity of the role and function of District Municipalities as well as funding of these functions at national government level.

- The municipality's response - Noted

- **Facilitating Economic Development**

The WCDM's efforts in facilitating economic development in the district should proceed with increased intensity to counter the low economic growth rate and high population growth rate of the district and thereby turn around the stagnant constant (2005) municipal revenue growth experienced in the recent past. However, the WCDM should avoid performing an implementing role and rather participate together with other role players in promoting economic development.

- The municipality's response - Noted

- **Liquidity Policy**

WCDM has a healthy and prudent approach to manage its liquidity, by making sufficient provision for the short as well as long term provisions, statutory requirements and three months' of operating expenditure. WCDM derives useful interest income from its substantial cash reserves. It would be prudent to formally adopt a Liquidity Policy of which a draft has been attached to this report for Council's consideration.

- The municipality's response – Liquidity Policy will be reviewed.

- **Maintain Healthy Credit Rating of Single A**

WCDM is to maintain its healthy Credit Rating of Single A, through prudent management of liquidity, the adoption of a Liquidity Policy and a related Borrowing, Funds and Reserves Policy (drafts attached for consideration). Further, the main risk of managing expenses against revenue needs to be mitigated by realistic future planning within the MTREF and the Long Term Financial Plan.

- The municipality's response - Noted

- **Management Accounts of Functions**

The WCDM has three main sources of revenue, viz. fiscal transfers for Core mandated functions and roles, management fees earned for managing the Water services and allocations received for providing the Roads Agency function.

Whereas the "Votes" system allows the accounting of the functions we recommend that formal management accounts for each of these functions are prepared and submitted to management on a quarterly basis in a digestible format to enable Management and Council to use the information to make the necessary strategic financial decision.

The management accounts, indicating the financial performance of each function separately and collectively, will aid management in optimally managing these functions, identifying loss making functions and allow trend analysis to anticipate future problems. The accounts will also improve the understanding of the financial implications of revised mandates in future, e.g. if only the Core functions were to proceed without significant adjustment to the cost structure of the municipality, the operations will rapidly progress into a deficit position, as illustrated in paragraph 9 of the report.

- The municipality's response – Monthly MFMA Section 71 reports are prepared and submitted to the finance portfolio committee.

- **Avoid Performing Non-Profitable Functions**

In the light of paragraph 5 and the limited future resources available, the WCDM should limit the number of non-profitable functions it performs and attempt to pass these on to the local municipalities or the provincial government (e.g. Integrated Transport Planning, Spatial Development Framework).

- The municipality's response – Noted.

- **Cost Recovery of Agency Services**

There is some doubt whether all costs, especially overhead expenses and management costs, are appropriately allocated to the different functions. To avoid a situation where the municipality in essence subsidizes its principals in the case of an agency function, we recommend that the municipality increase the pricing of the agency services it delivers, at the first possible contractual opportunity. All costs must be recovered and a management fee (reflective of all unaccounted overhead expenses and management costs), must be added to these costs, through well-designed fees/tariff structure and judicious application thereof. Services it currently renders at cost should include a margin (to the extent possible) or an enlarged management fee, e.g. Roads Agency.

- The municipality's response – All direct cost are recovered from the Department of Transport and allocations to salaries, wages and allowances are provided at a maximum of ten percent of the total budget.

- **Additional Revenue Sources**

Because additional or new revenue sources are difficult to identify, we recommend that the WCDM should encourage staff to identify other revenue sources. We believe that staff are well positioned in their daily tasks to identify such sources but should be incentivized to do so.

Areas that could be considered include, different sources of grants, shared services, sub-letting of council property, technical assistance fees to local municipalities, fees for fire inspections, training and monitoring, fees for environmental health checks, ensuring that connection fees for water users are reflective of full- end not just marginal costs, etc.

The full recovery of Agency Services as discussed under paragraph 7 can also be treated as identification of a revenue stream due to WCDM.

- The municipality's response - Noted

- **Partnership with the Short Term Insurance Sector**

The fire services that the municipality provides to its communities reduce the risks and concomitant underwriting expense of the short term insurers. Management has identified that insurers in Australia part fund the firefighting expenses.

We recommend that the WCDM initiate talks with SALGA for this association to negotiate collectively with the short term insurance sector in obtaining part funding for its fire services.

- The municipality's response - Noted

- **Attempt to save on Salaries and Wages**

Salaries and wages are prescribed and subject to collective bargaining, with little influence that the municipality can exert. The employee costs constitute WCDM's largest expense item and the escalating nature of this expense and requirement to make provision for employee benefits will challenge the WCDM to manage this expense effectively within the available revenue base which is expected to show limited growth.

In the absence of a clear understanding of the municipality's future role and function and the funding thereof, it will become increasingly more difficult to fund the municipality's existing organogram.

The structure needs to be reviewed regularly to ensure that the municipality remains sustainable. The implementation of a rationalization of the Core function staff must be considered as one of the alternatives.

- The municipality's response – The organogram are reviewed annually and all unfunded positions are filled as funds become available.

- **Sharing of Services**

Sharing of services provides an opportunity to share concomitant expenses amongst all institutions that share the service, especially in cases where the capacity is not fully utilized by any one institution.

In an attempt to minimize expenditure the WCDM is advised to assess the cost/benefit of sharing services with other municipalities. The municipality best equipped and/or resourced in a certain area could deliver these services to a number, if not all the others, e.g. legal, internal audit, risk management, fire services, etc.

- The municipality's response – Risk management (Swartland, Bergriver, Cederberg and Matzikama municipalities) and Town planning (Cederberg and Matzikama municipalities) are shared services.

- **Manage Expenses**

The municipality manages its expenses prudently and we recommend that it ensures that annual increases are reflected in tariffs and fees.

- The municipality's response - Noted

- **Avoid saving on Repairs and Maintenance**

Repairs and Maintenance costs have been cut back in the past two financial years and whilst this is understood given the flat revenue base it may result in infrastructure not being adequately maintained and requiring replacement at high and unaffordable capital expense in the near future. The municipality is advised to adjust its Repairs and Maintenance budget upwards, by at least 5 percentage points above CPI p.a. for the Water Function and 2 percentage points above CPI p.a. for the Core Function in an attempt to achieve the MFMA Circular 71 targets of 8% of the carrying value of Property, Plant and Equipment in the longer term.

- The municipality's response – Repairs and Maintenance is at 15.9% of budget.

- **Introduce Integrated Asset Management**

Integrated asset management aims to meet a required level of service, in the most cost effective manner, through the management of assets for present and future customers. This encompasses practices associated with considering management strategies as part of the asset lifecycle by minimizing long term costs. Practices such as management of asset information (such as location and condition) demand forecasts, risk assessment and mitigation, maintenance procedures, refurbishment and renewal procedures.

The municipality's comprehensive asset register is a first step in implementing comprehensive asset management. We recommend that it now migrates (over a number of years) to implementing integrated asset management where expenditure on new infrastructure, replacement infrastructure and repairs and maintenance expenditure are optimized.

- The municipality's response - Noted

- **Prioritization of Projects**

In addition to the recommendation made in paragraph 10 of the long term financial plan, in nominal terms the municipality can afford a 10-year capital investment programme of app. R420 million for the Water- and R243 million for the Core Function. The demand already exceeds this amount by R555 million for Water and R69 million for the Core Function.

Whereas the asset register provides guidance on the assets that need replacement, a clear prioritization of future new infrastructure projects must be undertaken. The municipality should not neglect the replacement of its existing assets and a prioritization should compare the need for new infrastructure with the need of replacing existing infrastructure.

- The municipality's response - Noted

- **Consider a Capital Replacement Reserve ("CRR")**

The municipality's accumulated surplus and associated cash investments are sufficient to cater for liquidity and capital replacement. However, in an attempt to build up dedicated reserves for all expenses associated with capital assets, especially emergency replacement, it would be prudent to dedicate a portion of the surpluses as a ring fenced CRR and preferably invest the cash in a separate investment account.

The municipality could furthermore consider the proposals made in the draft Borrowing, Funds and Reserves Policy attached, in which the objective is adopted to transfer depreciation charges and capital contributions to the cash backed Capital Replacement Reserve.

- The municipality's response - Noted

- **External Gearing to be Managed Prudently**

External gearing has in the short term reached its maximum levels. The WCDM should avoid increasing its long term liabilities (“LTL”) in the next 3 years or at least until the acceptable benchmarks of 30% for LTL/Income and 7.5% for Interest/Expenditure for each of its Functions is reached.

Once gearing is below these benchmarks and sufficient liquidity and capital replacement reserves are held, the municipality should consider using this source of capital funding also for the WCDM’s other funding needs and not only for Water Infrastructure.

- The municipality’s response – No external financing will be sourced over the medium term.

- **Maximize Fiscal Transfers**

WCDM has mainly used own funds and external gearing to fund capital infrastructure. As these resources have declined, capital investment has reduced from R60 million per annum to R30 million per annum. WCDM has maximized gearing in the short term. It would therefore be prudent to seek opportunities to obtain fiscal funding to add to the funding mix. Explore all grant programmes accessible to the municipality.

- The municipality’s response – Noted.

- **Explore the Feasibility of Providing All Fire Services**

It is generally accepted that fire services delivered by local municipalities are limited to local structural fires, whereas the services delivered by the district municipalities encompass regional bush and veld fires as well as fires of hazardous materials. However, the WCDM provides the only professional fire service in all 5 local municipalities. In the event of a disaster it is invariably expected of the WCDM to provide assistance.

Explore the feasibility of providing all fire services in the district including those services normally expected of a local municipality. This requires a presence in a number of towns and appropriate equipping of staff. Before such an arrangement can however be negotiated a source of funding for this service has to be identified, including a dedicated levy linked to the property rates that local municipalities charge as well as increased transfers from national government.

- The municipality’s response – This service are provided to Saldanhabay municipality with a service level agreement in place.

- **Obtain Responsibility as Water Authority**

The WCDM should attempt to become the Water Authority for the entire district. By utilizing economies of scale, all municipalities will benefit. Also the provision of this commercial function will improve the revenue generating ability of the municipality. If this strategy fails the WCDM should at least attempt to extend its current Water Supply Contract at more beneficial terms.

- The municipality’s response – Noted.

- **Dispose of Ganzekraal Resort**

It is our understanding that the Ganzekraal Resort is operating at a loss. The land on which the resort is located is subject to a land claim which prevents it from being alienated at this time, although Cape Nature has indicated an interest to obtain the land.

The WCDM is encouraged to dispose of the Ganzekraal Resort as soon as possible alternatively explore the cost-benefit of outsourcing the management of the resort. In the event that the land claim remains unresolved introduce incentives to the resort management in an attempt to increase the number of bed-nights sold.

Should this strategy not be considered feasible, it is proposed that Management and Council agree on the approach to be taken to address this matter.

- The municipality's response – Negotiations are underway.

- **Implementation of Recommendations**

We also propose that each of the recommendations that the WCDM agrees with are allocated to staff to implement as part of their key performance measures and that the Municipal Manager oversees this cross cutting "Project".

- The municipality's response – Noted.

7. Standard Chart of Accounts (SCOA)

The municipality needs to comply with SCOA from 1 July 2017, and already acquired computer hardware to implement the Standard chart of accounts. The municipality is awaiting correspondence from National Treasury regarding the acquisition of software and the way forward. The municipality will test SCOA from 1 July 2016 to ensure a smooth transition to the live system.

8. Conclusion

The Financial planning imperatives contribute to ensuring that the Municipality remains financially viable and that municipal services are provided economically to all communities and stakeholders. The Multi-year Financial Plan contains realistic and credible revenue and expenditure forecasts which should provide a sound basis for improved financial management and institutional development as well as service delivery improvements and implementation. The strategy towards cash backing will certainly ensure the sustainability of the Municipality over the medium-to long-term.

Table 1 Consolidated Overview of the 2016/17 MTREF

R thousand	Adjustment Budget 2015/16	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Total Operating Revenue	367,795,110	348,526,480	326,592,610	345,935,050
Total Operating Expenditure	361,677,670	345,963,180	324,239,060	343,932,230
<i>(Surplus) / Deficit for the year</i>	6,117,440	2,563,300	2,353,550	2,002,820
Total Capital Expenditure	8,315,000	11,304,780	4,560,000	4,720,000

Total operating revenue has declined by R19 million for the 2016/17 financial year when compared to the 2015/16 Adjustments Budget. For the two outer years, operational revenue will decline by R22 million over the MTREF when compared to the 2015/16 financial year.

Total operating expenditure for the 2016/17 financial year has been appropriated at R345.9 million and translates into a budgeted surplus of R2.5 million. When compared to the 2015/16 Adjustments Budget, operational expenditure has declined by R16 million in the 2016/17 budget and declined by R21 million in 2017/18 and increased by R19 million for 2018/19 of the MTREF. The operating surpluses for the two outer years are R2.3 million and R2 million. These surpluses will be used to fund capital expenditure and to further ensure cash backing of reserves and funds.

The capital budget was R8.3 million for 2015/16. The capital programme increases to R11.3 million in 2016/17. Capital expenditure in each of the MTREF years will mainly be funded from internally generated funds.

1.4 Operating Revenue Framework

For West Coast to continue improving the quality of services provided to its customers it needs to generate the required revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The expenditure required to address challenges will inevitably always exceed available funding; hence difficult choices have to be made in relation to tariff increases and balancing expenditures against realistically anticipated revenues.

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macroeconomic policy;
- Growth in the municipal area and continued economic development;
- Efficient revenue management, which aims to ensure a 98 per cent annual collection rate for property rates and other key service charges;
- Achievement of full cost recovery of specific user charges especially in relation to trading services;
- Determining the tariff escalation rate by establishing/calculating the revenue requirement of each service;
- Increase ability to extend new services and recover costs;
- Tariff policies of the Municipality.

The following table is a summary of the 2016/17 MTREF (classified by main revenue source):

Table 2 Summary of revenue classified by main revenue source

Description R thousands	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Financial Performance										
Property rates	–	–	–	–	–	–	–	–	–	–
Service charges	88,353	92,630	107,439	110,708	110,708	110,708	110,708	112,744	92,507	98,820
Investment revenue	8,899	10,025	13,526	8,250	8,250	8,250	8,250	8,663	9,096	9,550
Transfers recognised - operational	75,641	77,567	81,347	86,057	86,332	86,332	86,332	86,904	88,699	94,710
Other own revenue	77,573	110,648	122,948	133,684	162,505	162,505	162,505	140,216	136,291	142,855
Total Revenue (excluding capital transfers and contributions)	250,466	290,870	325,259	338,699	367,795	367,795	367,795	348,526	326,593	345,935

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

Grants and service charge revenues comprise more than two thirds of the total revenue mix. In the 2016/17 financial year, revenue from grants and services charges totaled R199.6 million. This decreases to R181.4 million in 2017/18 and increases to R193.5 million in 2018/19. The third largest sources is 'other revenue' which consists of various items such as income received from permits and licenses, building plan fees, connection fees and agency services (roads).

Operating grants and transfers totals R86.9 million in the 2016/17 financial year and steadily increases to R94.7 million by 2018/19.

The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term:

Table 3 Operating and Capital Transfers and Grant Receipts

Medium Term Revenue and Expenditure Framework			
GRANT RECEIVABLE	Budget Year 2016 / 2017	Budget Year 2017 / 2018	Budget Year 2018 / 2019
	Budget R	Budget R	Budget R
Grant name			
Financial management grant	1,250	1,250	1,000
Municipal systems improvement grant	-	-	3,124
Equitable share grant	82,194	84,904	87,900
Rural Roads Asset Management System	2,424	2,545	2,686
EPWP	1,036	-	-
Total Operating Revenue	86,904	88,699	94,710

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When tariffs and other charges were revised, local economic conditions, input costs and the affordability of services were taken into account to ensure the financial sustainability of the municipality.

Municipalities must justify in their budget documentation all increases in excess of the 6 per cent upper boundary of the South African Reserve Bank's inflation target. Excessive increases are likely to be counterproductive, resulting in higher levels of non-payment.

The percentage increases of Water bulk tariffs are beyond the mentioned inflation target. Given that these tariff increases are determined by external agencies, the impacts they have on the municipality's bulk water supply are largely outside the control of the municipality.

It must also be appreciated that the consumer price index, as measured by CPI, is not a good measure of the cost increases of goods and services relevant to municipalities. The basket of goods and services utilized for the calculation of the CPI consist of items such as food, petrol and medical services, whereas the cost drivers of a municipality are informed by items such as the cost of remuneration, bulk purchases of water, petrol, diesel, chemicals, cement etc. The current challenge facing the municipality is managing the gap between cost drivers and tariffs levied, as any shortfall must be made up by either operational efficiency gains or service level reductions.

1.4.1 Sale of Water and Impact of Tariff Increases

South Africa faces similar challenges with regard to water supply as it did with electricity, since demand growth outstrips supply. Consequently, National Treasury is encouraging all municipalities to carefully review the level and structure of their water tariffs to ensure:

- Water tariffs are fully cost-reflective – including the cost of maintenance and renewal of purification plants, water networks and the cost associated with reticulation expansion;
- Water tariffs are structured to protect basic levels of service and ensure the provision water; and
- Water tariffs are designed to encourage efficient and sustainable consumption.

Better maintenance of infrastructure, new pipeline construction, desalination plant and cost-reflective tariffs will ensure that the supply challenges are managed in future to ensure sustainability. Bulk water tariffs will increase on average with 7.50 per cent from 1 July 2016.

Table 4 Proposed Water Tariffs

CATEGORY	CURRENT TARIFFS 2015/16	PROPOSED TARIFFS 2016/17
	Rand per kℓ	Rand per kℓ
Bulk Sales		
Water Sales - All Municipalities (Water Restrictions 0%)	4.65	5.00
Water Sales - All Municipalities (Water Restrictions 5%)	4.82	5.18
Water Sales - All Municipalities (Water Restrictions 10%)	5.02	5.40
Water Sales - All Municipalities (Water Restrictions 15%)	5.22	5.61
Water Sales - All Municipalities (Water Restrictions 20%)	5.47	5.88
Water Sales - All Municipalities (Water Restrictions 25%)	5.74	6.17
Water Sales - All Municipalities (Water Restrictions 30%)	6.05	6.50
Water Sales - All Municipalities (Water Restrictions 35%)	6.40	6.88
Private users		
Water Sales - All Municipalities (Water Restrictions 0%)	5.81	6.25
Water Sales - All Municipalities (Water Restrictions 5%)	6.03	6.48
Water Sales - All Municipalities (Water Restrictions 10%)	6.27	6.74
Water Sales - All Municipalities (Water Restrictions 15%)	6.53	7.02
Water Sales - All Municipalities (Water Restrictions 20%)	6.85	7.36
Water Sales - All Municipalities (Water Restrictions 25%)	7.17	7.71
Water Sales - All Municipalities (Water Restrictions 30%)	7.56	8.13
Water Sales - All Municipalities (Water Restrictions 35%)	8.00	8.60

1.5 Operating Expenditure Framework

The municipality's expenditure framework for the 2016/17 budget and MTREF is informed by the following:

- The asset renewal strategy and the repairs and maintenance plan;
- Balanced budget constraint (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programme is aligned to the asset renewal strategy;
- Operational gains and efficiencies will be directed to funding the capital budget and other core services; and
- Strict adherence to the principle of no project plan *no budget*. If there is no business plan no funding allocation can be made.
- Long-term financial plan.

The following table is a high level summary of the 2016/17 budget and MTREF (classified per main type of operating expenditure):

Table 5 Summary of operating expenditure by standard classification item

Employee costs	110,881	117,936	128,955	154,256	154,436	146,714	146,714	158,057	163,886	173,417
Remuneration of councillors	4,691	5,045	5,260	5,931	5,931	5,634	5,634	6,947	6,381	6,701
Depreciation & asset impairment	12,485	10,548	12,695	14,134	14,134	13,428	13,428	14,461	7,010	7,360
Finance charges	10,793	11,818	10,454	10,664	10,664	10,131	10,131	9,299	-	-
Materials and bulk purchases	34,601	42,411	66,709	51,417	80,238	76,226	76,226	65,411	58,822	61,564
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	77,578	67,786	65,971	96,180	96,275	91,461	91,461	91,788	88,140	94,890
Total Expenditure	251,029	255,544	290,044	332,582	361,678	343,594	343,594	345,963	324,239	343,932

The budgeted allocation for employee related costs for the 2016/17 financial year totals R158.0 million, which equals 45.6 per cent of the total operating expenditure. This budget adds a salary increase of 8 per cent for the 2016/17 financial year. An annual increase of 8 per cent has been included in the two outer years of the MTREF. As part of the municipality's cost reprioritization and cash management strategy vacancies have been significantly rationalized downwards. In addition expenditure against overtime was significantly reduced, with provisions against this budget item only being provided for emergency services and other critical functions.

The cost associated with the remuneration of councilors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the municipality's budget.

The provision of debt impairment was determined based on an annual collection rate of 98 per cent and the Credit Control and Debt Management Policy of the Municipality. For the 2016/17 financial year this amount equates to R0.04 million and stays flat at R0.04 million by 2018/19. While this expenditure is considered to be a non-cash flow item, it informed the total cost associated with rendering the services of the municipality, as well as the municipality's realistically anticipated revenues.

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Budget appropriations in this regard total R14.4 million for the 2016/17 financial year and equates to 4.1 per cent of the total operating expenditure.

Finance charges consist primarily of the repayment of interest on long-term borrowing (cost of capital). Finance charges make up 2.6 per cent (R9.2 million) of operating expenditure excluding annual redemption for 2016/17 and decreases to zero by 2018/19.

Bulk purchases are directly informed by the purchase of water from The Department of Water Affairs and Forestry. The annual price increases have been factored into the budget appropriations and directly inform the revenue provisions. The expenditures include distribution losses.

Other material comprises of amongst others the purchase of fuel, diesel, materials for maintenance, cleaning materials and chemicals. For 2016/17 the appropriation against this group of expenditure has grown to R55 million and declines to R50 million by 2017/18.

Other expenditure comprises of various line items relating to the daily operations of the municipality. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved. For 2016/17 the appropriation against this group of expenditure has grown to R91 million and continues to grow of which budget allocation is in excess of R94 million by 2018/19. Further details relating to contracted services can be seen in Table 54 MBRR SA1 (see page 90).

The following table gives a percentage breakdown of the main expenditure categories for the 2016/17 financial year.

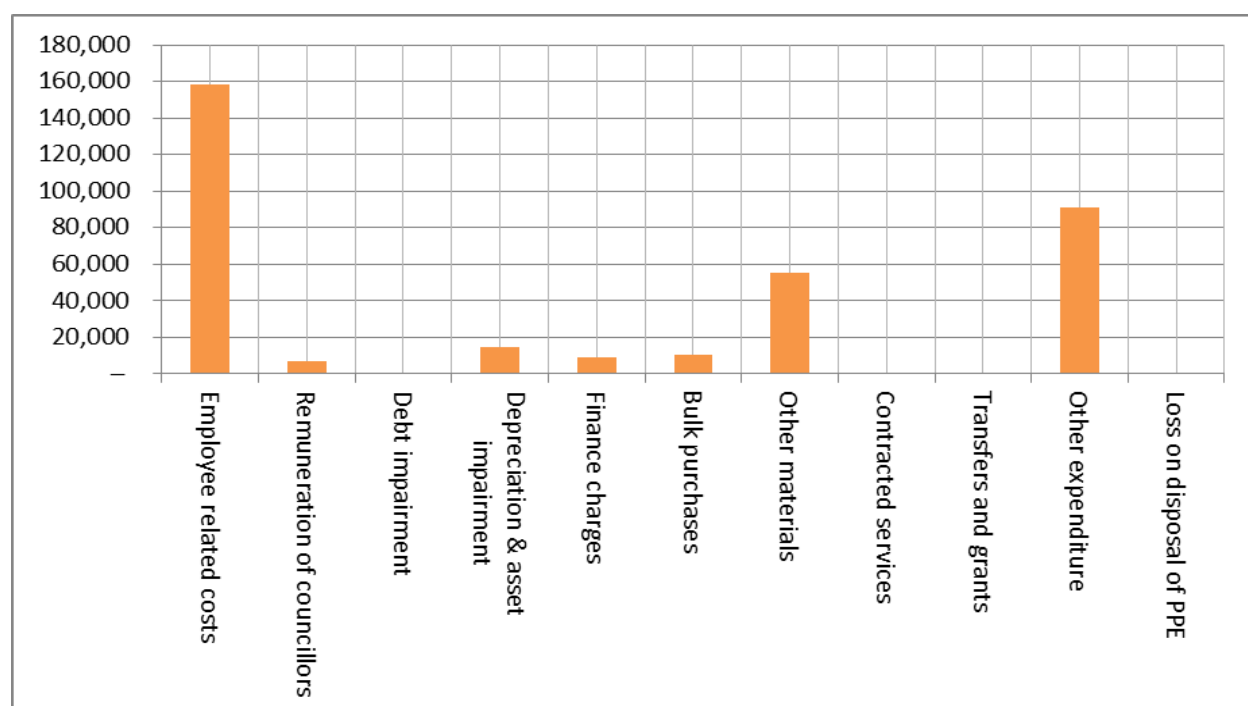


Figure 1 Main operational expenditure categories for the 2016/17 financial year

1.5.1 Priority given to repairs and maintenance

Aligned to the priority being given to preserving and maintaining the Municipality's current infrastructure, the 2016/17 budget and MTREF provide for extensive growth in the area of asset maintenance, as informed by the asset renewal strategy and repairs and maintenance plan of the municipality. In terms of the Municipal Budget and Reporting Regulations, operational repairs and maintenance is not considered a direct expenditure driver but an outcome of certain other expenditures, such as remuneration, purchases of materials and contracted services. Considering these cost drivers, the following table is a consolidation of all the expenditures associated with repairs and maintenance:

Table 6 Operational repairs and maintenance

Description	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
R thousands	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<u>Financial Performance</u>										
Materials	25,881	32,442	56,094	41,117	69,938	66,441	66,441	55,111	48,007	50,208

During the compilation of the 2016/17 MTREF operational repairs and maintenance decreased from R55.1 million to R50.2 million. This is due to the costing method within our agency services.

The table below provides a breakdown of the repairs and maintenance in relation to asset class:

Table 7 Repairs and maintenance per asset class

DC1 West Coast - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		22,242	40,262	45,306	27,242	56,063	53,260	43,807	36,207	37,764
Infrastructure - Road transport		17,516	36,955	41,852	24,027	52,848	50,205	39,759	31,957	33,301
Roads, Pavements & Bridges		17,516	36,955	41,852	24,027	52,848	50,205	39,759	31,957	33,301
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		4,726	3,307	3,453	3,215	3,215	3,054	4,048	4,250	4,463
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		4,726	-	-	-	-	-	-	-	-
Reticulation		-	3,307	3,453	3,215	3,215	3,054	4,048	4,250	4,463
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		1,883	1,280	442	400	400	380	447	470	493
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		888	275	442	400	400	380	447	470	493
Fire, safety & emergency		1,045	1,005	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Busines		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		1,757	1,144	10,347	13,475	13,475	12,801	10,857	11,330	11,951
General vehicles		-	647	7,438	10,174	10,174	9,665	7,798	8,152	8,597
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	2,453	434	434	412	345	346	380
Computers - hardware/equipment		200	96	-	126	126	120	37	38	40
Furniture and other office equipment		10	-	-	143	143	136	221	232	243
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		805	112	456	2,373	2,373	2,255	2,457	2,561	2,689
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		742	290	-	225	225	214	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other (list sub-class)		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	25,882	42,687	56,094	41,117	69,938	66,441	55,111	48,007	50,208
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-
R&M as a % of PPE		7.5%	12.2%	15.9%	11.9%	20.2%	19.2%	16.1%	14.1%	14.8%
R&M as % Operating Expenditure		10.3%	16.7%	19.3%	12.4%	19.3%	19.3%	15.9%	14.8%	14.6%

1.6 Capital expenditure

The following table provides a breakdown of budgeted capital expenditure by vote:

Table 8 2016/17 Medium-term capital budget per vote

DC1 West Coast - Supporting Table SA34a Capital expenditure on new assets by asset class

DC1 West Coast - Supporting Table 3A34a Capital expenditure on new assets by asset class										
Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		42,626	15,671	8,978	-	-	-	750	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		42,626	15,671	8,978	-	-	-	750	-	-
Dams & Reservoirs		-	-	401	-	-	-	-	-	-
Water purification		1,025	285	1,991	-	-	-	-	-	-
Reticulation		41,601	15,386	6,586	-	-	-	750	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation	2	-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other	3	-	-	-	-	-	-	-	-	-
Community		-	-	-	80	80	80	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	80	80	80	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses	7	-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing	8	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other	9	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		3,102	1,972	7,177	8,235	8,235	8,235	10,555	4,560	4,720
General vehicles		925	214	4,869	1,100	1,100	1,100	1,205	750	1,000
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		725	67	833	6,445	6,445	6,445	6,125	3,750	3,685
Computers - hardware/equipment		308	1,240	410	599	599	599	655	-	-
Furniture and other office equipment		140	84	41	31	31	31	28	35	20
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	592	-	-
Other Buildings		-	-	1	-	-	-	71	-	-
Other Land		-	-	0	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		1,003	368	1,023	60	60	60	1,878	25	15
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other (list sub-class)		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	45,728	17,643	16,155	8,315	8,315	8,315	11,305	4,560	4,720
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

For 2016/17 an amount of R11.3 million has been appropriated. In the outer years this amount totals R4.5 and R4.7 million, respectively for each of the financial years.

Further detail relating to asset classes and proposed capital expenditure is contained in Table 18 MBRR A9 (Asset Management) on page 39. In addition to the MBRR Table A9, MBRR Tables SA34a, c and d provides a detailed breakdown of the capital programme relating to new asset construction, as well as operational repairs and maintenance by asset class (refer to pages 83 and 84). Some of the capital projects to be undertaken over the medium-term includes, amongst others:

Functional Sector	Programme & Project Description	Funding Source	Budget Year 2016/2017	Budget Year 2017/2018	Budget Year 2018/2019	Total
Water Provision	Vehicles	Surplus	775	750	1,000	2,525
Water Provision	Misverstand WTW	Surplus	250	-	-	250
Water Provision	Voelvlei Housing	Surplus	500	-	-	500
Water Provision	Flow meters	Surplus	350	350	250	950
Water Provision	Valves	Surplus	2,150	1,500	1,500	5,150
Water Provision	Tools	Surplus	120	300	150	570
Water Provision	Dos equipment	Surplus	95	50	85	230
Water Provision	Network & Communication (Dig-radio's)	Surplus	560	100	250	910
Water Provision	Air conditioning	Surplus	20	25	15	60
Water Provision	Pipe replacement	Surplus	2,650	1,200	1,200	5,050
Water Provision	Motor & Pump	Surplus	200	250	250	700
Water Provision	Furniture	Surplus	20	35	20	75
Health Inspectors	Furniture and equipment	Surplus	28	-	-	28
Firefighting Services	Fire Fighting Equipment	Surplus	2,303	-	-	2,303
Firefighting Services	Fire Fighting Stations	Surplus	592	-	-	592
Finance and Administration	Furniture and equipment	Surplus	566	-	-	566
Ganzekraal	Furniture and equipment	Surplus	116	-	-	116
Tourism	Other Assets	Surplus	10	-	-	10
Total			11,305	4,560	4,720	20,585

The following graph provides a breakdown of the capital budget to be spent per service related projects over the MTREF. 2016/17 Budget year capital expenditure programme per vote below:

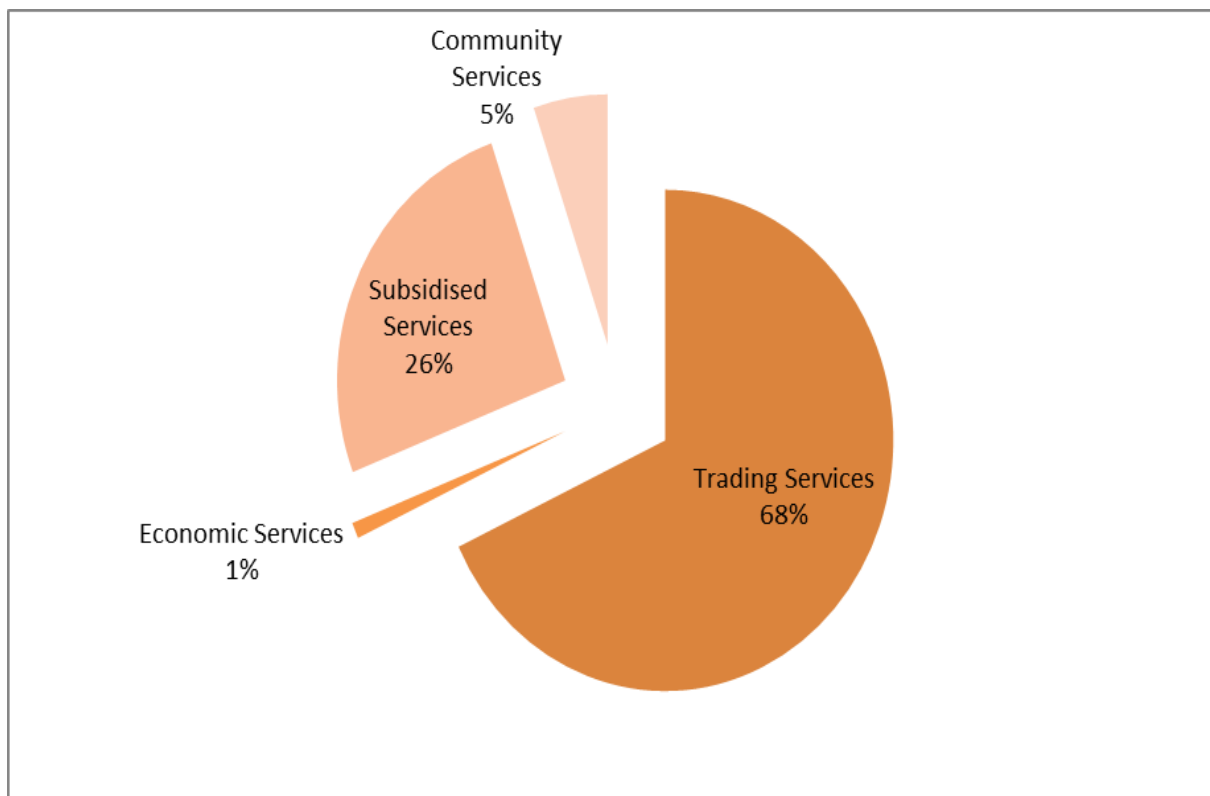


Figure 2 Capital Infrastructure Programme per service

1.6.1 Future operational cost of new infrastructure

The future operational costs and revenues associated with the capital programme have been included in Table 51 MBRR SA35 on page 86. This table shows that future operational costs associated with the capital programme for services totals R11.3 million in 2016/17 and R4.7 million by 2018/19.

1.7 Annual Budget Tables - Parent Municipality

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2016/17 budget and MTREF as approved by the Council. Each table is accompanied by *explanatory notes* on the facing page.

Table 9 MBRR Table A1 - Budget Summary

DC1 West Coast - Table A1 Budget Summary

Description	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands										
Financial Performance										
Property rates	–	–	–	–	–	–	–	–	–	–
Service charges	88,353	92,630	107,439	110,708	110,708	110,708	110,708	112,744	92,507	98,820
Investment revenue	8,899	10,025	13,526	8,250	8,250	8,250	8,250	8,663	9,096	9,550
Transfers recognised - operational	75,641	77,567	81,347	86,057	86,332	86,332	86,332	86,904	88,699	94,710
Other own revenue	77,573	110,648	122,948	133,684	162,505	162,505	162,505	140,216	136,291	142,855
Total Revenue (excluding capital transfers and contributions)	250,466	290,870	325,259	338,699	367,795	367,795	367,795	348,526	326,593	345,935
Employee costs	110,881	117,936	128,955	154,256	154,436	146,714	146,714	158,057	163,886	173,417
Remuneration of councillors	4,691	5,045	5,260	5,931	5,931	5,634	5,634	6,947	6,381	6,701
Depreciation & asset impairment	12,485	10,548	12,695	14,134	14,134	13,428	13,428	14,461	7,010	7,360
Finance charges	10,793	11,818	10,454	10,664	10,664	10,131	10,131	9,299	–	–
Materials and bulk purchases	34,601	42,411	66,709	51,417	80,238	76,226	76,226	65,411	58,822	61,564
Transfers and grants	–	–	–	–	–	–	–	–	–	–
Other expenditure	77,578	67,786	65,971	96,180	96,275	91,461	91,461	91,788	88,140	94,890
Total Expenditure	251,029	255,544	290,044	332,582	361,678	343,594	343,594	345,963	324,239	343,932
Surplus/(Deficit)	(562)	35,327	35,215	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Transfers recognised - capital	6,421	10,305	3,072	–	–	–	–	–	–	–
Contributions recognised - capital & contributed	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Capital expenditure & funds sources										
Capital expenditure	45,728	17,643	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Transfers recognised - capital	6,421	10,305	3,072	–	–	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	25,679	–	–	–	–	–	–	–	–	–
Internally generated funds	13,628	7,339	13,083	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Total sources of capital funds	45,728	17,643	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Financial position										
Total current assets	178,590	191,906	217,718	178,022	178,022	178,022	178,022	199,400	186,700	177,990
Total non current assets	351,132	366,962	374,353	350,082	350,082	350,082	350,082	364,090	361,640	358,999
Total current liabilities	42,313	45,790	52,769	35,635	35,635	35,635	35,635	73,617	64,162	52,749
Total non current liabilities	175,413	149,548	137,483	143,354	143,354	143,354	143,354	138,195	130,146	128,207
Community wealth/Equity	311,996	363,531	401,818	349,115	349,115	349,115	349,115	351,678	354,032	356,035
Cash flows										
Net cash from (used) operating	49,897	39,797	59,223	21,002	21,002	36,887	36,887	17,465	9,827	9,850
Net cash from (used) investing	(45,482)	(18,134)	(15,779)	(8,315)	(8,315)	(8,315)	(8,315)	(11,305)	(4,560)	(4,720)
Net cash from (used) financing	20,581	(11,861)	(13,516)	(14,127)	(14,127)	(14,127)	(14,127)	(15,493)	(17,004)	(12,853)
Cash/cash equivalents at the year end	159,237	169,038	198,967	167,598	167,598	183,483	183,483	189,635	177,898	170,174
Cash backing/surplus reconciliation										
Cash and investments available	159,237	169,038	198,967	167,598	167,598	167,598	167,598	189,635	177,898	170,174
Application of cash and investments	79,534	62,129	61,545	83,391	84,315	84,315	84,315	28,113	17,911	11,433
Balance - surplus (shortfall)	79,703	106,910	137,422	84,207	83,283	83,283	83,283	161,522	159,987	158,741
Asset management										
Asset register summary (WDV)	351,132	355,743	358,712	350,082	350,082	350,082	348,449	348,449	345,999	343,358
Depreciation & asset impairment	12,485	10,548	12,695	14,134	14,134	13,428	14,461	14,461	7,010	7,360
Renewal of Existing Assets	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	25,882	42,687	56,094	41,117	69,938	66,441	55,111	55,111	48,007	50,208
Free services										
Cost of Free Basic Services provided	–	–	–	–	–	–	–	–	–	–
Revenue cost of free services provided	–	–	–	–	–	–	–	–	–	–
Households below minimum service level										
Water:	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–
Energy:	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–

Explanatory notes to MBRR Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.
3. A financial management reform emphasizes the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a. The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - b. Capital expenditure is balanced by capital funding sources, of which
 - i. Transfers recognized is reflected on the Financial Performance Budget;
 - ii. Internally generated funds are financed from a combination of the current operating surplus and accumulated cash-backed surpluses from previous years. The amount is incorporated in the Net cash from investing on the Cash Flow Budget. The fact that the municipality's cash flow remains positive, and is improving indicates that the necessary cash resources are available to fund the Capital Budget.
4. The Cash backing/surplus reconciliation shows Council as well as managements continued efforts to make this municipality financially viable and sustainable in the medium to long-term.

Table 10 MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

DC1 West Coast - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		82,511	92,168	82,881	101,615	101,710	101,710	82,752	85,205	90,923
Executive and council		752	2,779	2,714	3,029	3,124	3,124	2,117	2,223	5,458
Budget and treasury office		69,890	87,949	80,154	98,581	98,581	98,581	80,630	82,977	85,460
Corporate services		11,869	1,440	13	5	5	5	5	6	6
<i>Community and public safety</i>		15,089	15,460	21,122	24,096	24,276	24,276	25,997	26,289	27,722
Community and social services		2,821	2,558	3,003	3,147	3,147	3,147	3,304	3,469	3,643
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		5,557	6,084	9,466	11,140	11,140	11,140	11,783	12,340	13,017
Housing		1,602	1,761	2,059	1,946	1,946	1,946	2,043	2,145	2,252
Health		5,109	5,057	6,595	7,864	8,044	8,044	8,867	8,334	8,810
<i>Economic and environmental services</i>		70,116	88,311	111,770	101,072	129,893	129,893	125,764	121,260	127,072
Planning and development		26	27	-	-	-	-	-	-	-
Road transport		70,090	88,284	111,770	101,072	129,893	129,893	125,764	121,260	127,072
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		89,171	105,236	112,557	111,916	111,916	111,916	114,013	93,838	100,218
Electricity		-	-	-	-	-	-	-	-	-
Water		89,171	105,236	112,557	111,916	111,916	111,916	114,013	93,838	100,218
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	256,887	301,175	328,331	338,699	367,795	367,795	348,526	326,593	345,935
Expenditure - Standard										
<i>Governance and administration</i>		56,995	38,606	41,693	55,310	55,405	52,635	57,579	57,912	62,282
Executive and council		12,840	15,525	17,381	19,975	20,070	19,067	22,209	22,330	23,457
Budget and treasury office		31,062	14,593	14,803	22,791	22,791	21,651	24,032	23,961	26,623
Corporate services		13,093	8,489	9,508	12,544	12,544	11,917	11,338	11,621	12,202
<i>Community and public safety</i>		44,991	47,385	53,456	60,202	60,382	57,363	64,116	65,566	68,899
Community and social services		3,501	3,779	4,197	4,392	4,392	4,172	4,787	5,026	5,277
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		26,761	27,124	30,786	35,097	35,097	33,342	37,360	39,085	41,040
Housing		983	528	1,090	1,549	1,549	1,472	1,297	1,362	1,430
Health		13,747	15,954	17,384	19,164	19,344	18,377	20,672	20,092	21,151
<i>Economic and environmental services</i>		73,809	85,987	107,071	104,522	133,343	126,676	116,884	112,931	118,353
Planning and development		4,129	2,632	3,083	3,450	3,450	3,277	3,106	3,254	3,424
Road transport		69,680	83,354	103,988	101,072	129,893	123,398	113,779	109,677	114,929
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		75,233	83,566	87,824	112,548	112,548	106,920	107,384	87,831	94,399
Electricity		-	-	-	-	-	-	-	-	-
Water		75,233	83,566	87,824	112,548	112,548	106,920	107,384	87,831	94,399
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	251,029	255,544	290,044	332,582	361,678	343,594	345,963	324,239	343,932
Surplus/(Deficit) for the year		5,858	45,631	38,287	6,117	6,117	24,201	2,563	2,354	2,003

Explanatory notes to MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

- Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
- Note the Total Revenue on this table includes capital revenues (Transfers recognized – capital) and so does not balance to the operating revenue shown on Table A4.

- Note that as a general principle the revenues for the Trading Services should exceed their expenditure. The table highlights that this is the case for the water function.
- Other functions that show a deficit between revenue and expenditure are being financed from grants and other revenue sources reflected under the Budget and Treasury office.

Table 11 MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

DC1 West Coast - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
Revenue by Vote	1									
Vote 1 - COMMUNITY SERVICES		86,234	97,252	87,753	107,380	107,560	107,560	89,503	91,317	97,400
Vote 2 - SUBSIDISED SERVICES		6,969	6,084	12,703	14,620	14,715	14,715	15,350	16,086	16,949
Vote 3 - ECONOMIC SERVICES		2,821	2,558	3,003	3,147	3,147	3,147	3,304	3,469	3,643
Vote 4 - HOUSING SERVICES		1,602	1,761	2,059	1,946	1,946	1,946	2,043	2,145	2,252
Vote 5 - TRADING SERVICES		89,171	105,236	111,043	110,535	110,535	110,535	112,563	92,316	98,619
Vote 6 - AGENCIES		70,090	88,284	111,770	101,072	129,893	129,893	125,764	121,260	127,072
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	256,887	301,175	328,331	338,699	367,795	367,795	348,526	326,593	345,935
Expenditure by Vote to be appropriated	1									
Vote 1 - COMMUNITY SERVICES		71,875	57,192	51,263	66,152	66,332	63,015	68,008	67,379	72,284
Vote 2 - SUBSIDISED SERVICES		29,757	27,124	46,095	52,338	52,433	49,812	56,229	58,827	61,770
Vote 3 - ECONOMIC SERVICES		3,501	3,779	4,197	4,392	4,392	4,172	4,787	5,026	5,277
Vote 4 - HOUSING SERVICES		983	528	1,090	1,549	1,549	1,472	1,297	1,362	1,430
Vote 5 - TRADING SERVICES		75,233	83,565	83,411	107,079	107,079	101,725	101,863	81,968	88,242
Vote 6 - AGENCIES		69,680	83,354	103,988	101,072	129,893	123,398	113,779	109,677	114,929
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	251,029	255,544	290,044	332,582	361,678	343,594	345,963	324,239	343,932
Surplus/(Deficit) for the year	2	5,858	45,631	38,287	6,117	6,117	24,201	2,563	2,354	2,003

Explanatory notes to MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

- Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating

performance in relation to the organizational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote. The following table is an analysis of the surplus or deficit for the electricity and water trading services.

Table 12 Surplus/ (Deficit) calculations for the trading services

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
Revenue by Vote	1									
Vote 5 - TRADING SERVICES		89,171	105,236	111,043	110,535	110,535	110,535	112,563	92,316	98,619
Expenditure by Vote to be appropriated	1									
Vote 5 - TRADING SERVICES		75,233	83,565	83,411	107,079	107,079	101,725	101,863	81,968	88,242
Surplus/(Deficit) for the year	2	13,938	21,671	27,632	3,456	3,456	8,810	10,700	10,348	10,377

- The surplus on the water account increases over the MTREF translating into a surplus of R10.7 million, R10.3 million and R10.3 million for each of the respective financial years.
- Note that the surpluses on these trading accounts are utilized as an internal funding source for the capital program for asset renewal, refurbishment and the development of new asset infrastructure, *and are not used to cross-subsidized other municipal services.*

Table 13 MBRR Table A4 - Budgeted Financial Performance (revenue and expenditure)

DC1 West Coast - Table A4 Budgeted Financial Performance (revenue and expenditure)

DCT West Coast - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Revenue By Source											
Property rates	2	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	88,353	92,630	107,439	110,708	110,708	110,708	110,708	112,744	92,507	98,820
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	2,558	3,001	3,147	3,147	3,147	3,147	3,304	3,469	3,643
Interest earned - external investments		8,899	10,025	13,526	8,250	8,250	8,250	8,250	8,663	9,096	9,550
Interest earned - outstanding debtors		-	-	42	27	27	27	27	28	30	31
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	20	20	20	20	20	21	22
Agency services		70,095	83,875	110,516	101,072	129,893	129,893	129,893	125,764	121,260	127,072
Transfers recognised - operational		75,641	77,567	81,347	86,057	86,332	86,332	86,332	86,904	88,699	94,710
Other revenue	2	7,479	24,215	9,388	29,419	29,419	29,419	29,419	11,099	11,511	12,087
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		250,466	290,870	325,259	338,699	367,795	367,795	367,795	348,526	326,593	345,935
Expenditure By Type											
Employee related costs	2	110,881	117,936	128,955	154,256	154,436	146,714	146,714	158,057	163,886	173,417
Remuneration of councillors		4,691	5,045	5,260	5,931	5,931	5,634	5,634	6,947	6,381	6,701
Debt impairment	3	-	-	361	750	750	713	713	441	463	486
Depreciation & asset impairment	2	12,485	10,548	12,695	14,134	14,134	13,428	13,428	14,461	7,010	7,360
Finance charges		10,793	11,818	10,454	10,664	10,664	10,131	10,131	9,299	-	-
Bulk purchases	2	8,720	9,969	10,615	10,300	10,300	9,785	9,785	10,300	10,815	11,356
Other materials	8	25,881	32,442	56,094	41,117	69,938	66,441	66,441	55,111	48,007	50,208
Contracted services		-	-	-	-	-	-	-	-	-	-
Transfers and grants		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	77,566	67,456	65,122	95,430	95,525	90,749	90,749	91,347	87,677	94,404
Loss on disposal of PPE		11	330	488	-	-	-	-	-	-	-
Total Expenditure		251,029	255,544	290,044	332,582	361,678	343,594	343,594	345,963	324,239	343,932
Surplus/(Deficit)		(562)	35,327	35,215	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Transfers recognised - capital		6,421	10,305	3,072	-	-	-	-	-	-	-
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

1. Total revenue is R348 million in 2016/17 and declines to R345 by 2017/18.
2. Services charges relating to water constitutes the biggest component of the revenue basket of the municipality totaling R112 million for the 2016/17 financial year and decreases to R98 million by 2018/19.
3. Transfers recognized – operating includes the local government equitable share and other operating grants from national and provincial government. It needs to be noted that in real terms the grants receipts from national government are growing slowly over the MTREF.

4. The following graph illustrates the major expenditure items per type.

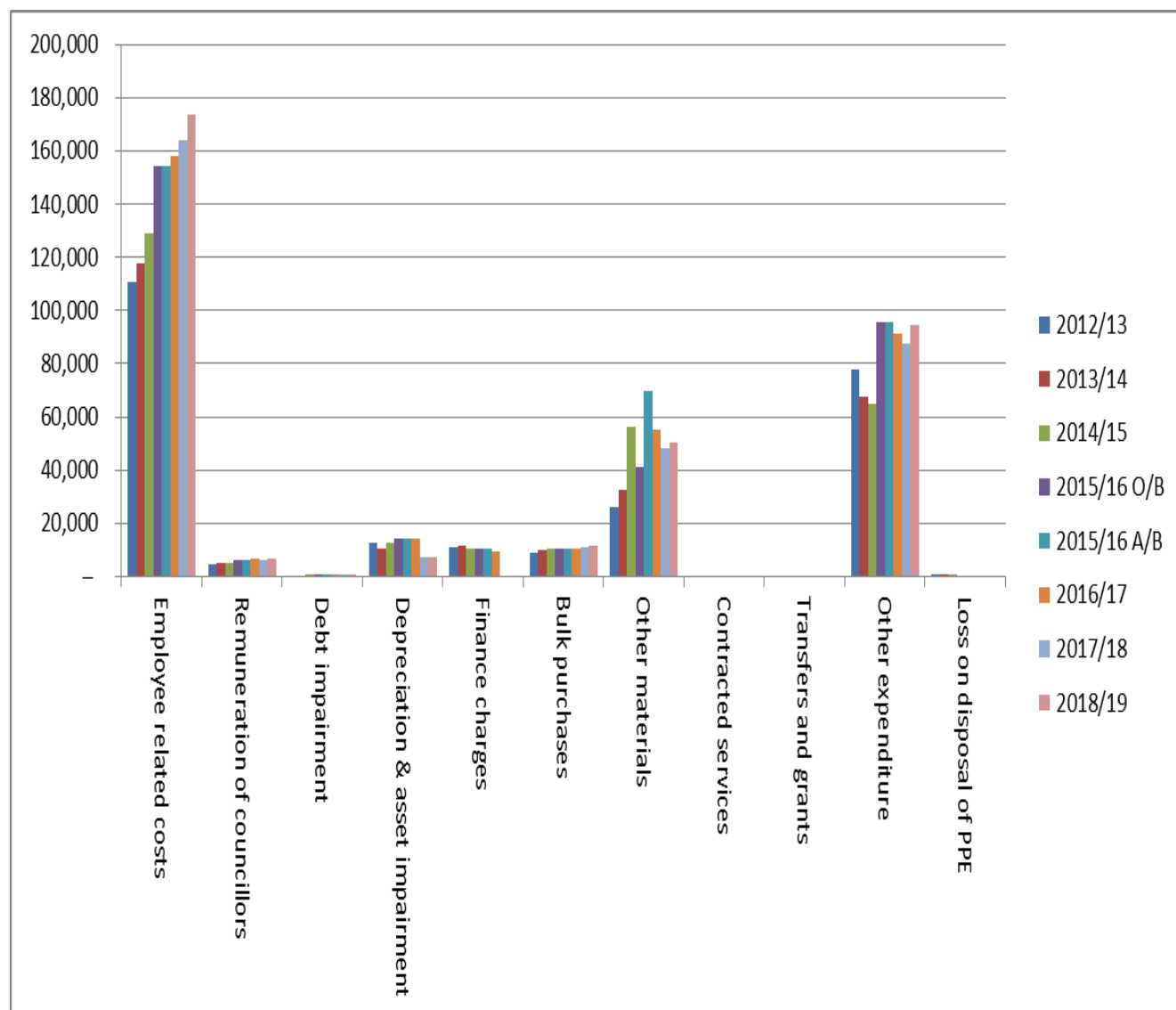


Figure 3 Expenditure by major type

5. Bulk purchases increased over the 2012/13 to 2018/19 period escalating from R8.7 million to R11.3 million. These increases can be attributed to the substantial increase in the cost water.
6. Employee related costs and other expenditure are the main cost drivers within the municipality.

Table 14 MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

DC1 West Coast - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - COMMUNITY SERVICES		979	1,318	-	-	-	-	-	-	-	-
Vote 2 - SUBSIDISED SERVICES		1,622	326	-	-	-	-	-	-	-	-
Vote 3 - ECONOMIC SERVICES		-	30	-	-	-	-	-	-	-	-
Vote 4 - HOUSING SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 5 - TRADING SERVICES		43,126	15,969	-	-	-	-	-	-	-	-
Vote 6 - AGENCIES		-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	45,728	17,643	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - COMMUNITY SERVICES		-	-	1,613	610	610	610	610	594	-	-
Vote 2 - SUBSIDISED SERVICES		-	-	2,879	2,261	2,261	2,261	2,261	2,905	-	-
Vote 3 - ECONOMIC SERVICES		-	-	97	130	130	130	130	116	-	-
Vote 4 - HOUSING SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 5 - TRADING SERVICES		-	-	11,566	5,315	5,315	5,315	5,315	7,690	4,560	4,720
Vote 6 - AGENCIES		-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Total Capital Expenditure - Vote		45,728	17,643	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Capital Expenditure - Standard											
Governance and administration		979	1,317	1,599	590	590	590	590	576	-	-
Executive and council		979	237	-	-	-	-	-	10	-	-
Budget and treasury office		-	1,080	76	-	-	-	-	566	-	-
Corporate services		-	-	1,524	590	590	590	590	-	-	-
Community and public safety		1,622	356	3,017	2,411	2,411	2,411	2,411	3,039	-	-
Community and social services		-	30	97	130	130	130	130	116	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-
Public safety		1,622	326	2,872	2,261	2,261	2,261	2,261	2,895	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	49	20	20	20	20	28	-	-
Economic and environmental services		-	1	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-
Environmental protection		-	1	-	-	-	-	-	-	-	-
Trading services		43,126	15,969	11,539	5,315	5,315	5,315	5,315	7,690	4,560	4,720
Electricity		-	-	-	-	-	-	-	-	-	-
Water		43,126	15,969	11,539	5,315	5,315	5,315	5,315	7,690	4,560	4,720
Waste water management		-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	3	45,728	17,643	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Funded by:											
National Government		-	10,305	3,072	-	-	-	-	-	-	-
Provincial Government		-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		6,421	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	6,421	10,305	3,072	-	-	-	-	-	-	-
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	-
Borrowing	6	25,679	-	-	-	-	-	-	-	-	-
Internally generated funds		13,628	7,339	13,083	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Total Capital Funding	7	45,728	17,643	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720

Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

1. Table A5 is a breakdown of the capital program in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
2. Single-year capital expenditure has been appropriated at R11.3 million for the 2016/17 financial year.
3. Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as the procurement of vehicles and specialized tools and equipment. The budget appropriations for the two outer years are indicative allocations based on the departmental business plans as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
4. The capital program is funded from internally generated funds from current year surpluses. These funding sources are further discussed in detail in 2.6 (Overview of Budget Funding).

Table 15 MBRR Table A6 - Budgeted Financial Position

DC1 West Coast - Table A6 Budgeted Financial Position

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
ASSETS											
Current assets											
Cash		159,237	169,038	198,967	167,598	167,598	167,598	167,598	189,635	177,898	170,174
Call investment deposits	1	-	-	-	-	-	-	-	-	-	-
Consumer debtors	1	7,688	7,638	9,654	6,945	6,945	6,945	6,945	10,816	11,699	12,672
Other debtors		9,992	12,625	5,969	1,812	1,812	1,812	1,812	-	-	-
Current portion of long-term receivables		-	637	674	-	-	-	-	674	674	674
Inventory	2	1,672	1,968	2,453	1,666	1,666	1,666	1,666	2,253	2,053	1,853
Total current assets		178,590	191,906	217,718	178,022	178,022	178,022	178,022	203,377	192,324	185,373
Non current assets											
Long-term receivables		-	11,219	15,641	-	-	-	-	15,641	15,641	15,641
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		4,812	4,673	4,639	4,534	4,534	4,534	4,534	4,499	4,359	4,219
Investment in Associate		-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	3	346,000	349,041	352,592	345,485	345,485	345,485	345,485	342,634	340,489	338,154
Agricultural		-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-
Intangible		320	2,029	1,481	63	63	63	63	1,316	1,151	986
Other non-current assets		-	-	-	-	-	-	-	-	-	-
Total non current assets		351,132	366,962	374,353	350,082	350,082	350,082	350,082	364,090	361,640	358,999
TOTAL ASSETS		529,722	558,869	592,070	528,104	528,104	528,104	528,104	567,467	553,964	544,372
LIABILITIES											
Current liabilities											
Bank overdraft	1	-	-	-	-	-	-	-	-	-	-
Borrowing	4	10,916	12,944	14,127	14,127	14,127	14,127	14,127	15,493	17,004	12,853
Consumer deposits		-	-	-	-	-	-	-	-	-	-
Trade and other payables	4	25,572	25,823	31,108	14,485	14,485	14,485	14,485	54,568	45,249	39,744
Provisions		5,826	7,023	7,534	7,023	7,023	7,023	7,023	7,534	7,534	7,534
Total current liabilities		42,313	45,790	52,769	35,635	35,635	35,635	35,635	77,594	69,786	60,131
Non current liabilities											
Borrowing		100,756	87,616	72,738	72,714	72,714	72,714	72,714	57,221	40,217	27,364
Provisions		74,657	61,932	64,745	70,640	70,640	70,640	70,640	80,974	89,928	100,842
Total non current liabilities		175,413	149,548	137,483	143,354	143,354	143,354	143,354	138,195	130,146	128,207
TOTAL LIABILITIES		217,726	195,338	190,253	178,989	178,989	178,989	178,989	215,789	199,932	188,338
NET ASSETS	5	311,996	363,531	401,818	349,115	349,115	349,115	349,115	351,678	354,032	356,035
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		311,996	363,531	401,818	349,115	349,115	349,115	349,115	351,678	354,032	356,035
Reserves	4	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	5	311,996	363,531	401,818	349,115	349,115	349,115	349,115	351,678	354,032	356,035

Explanatory notes to Table A6 - Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
3. Table 15 is supported by an extensive table of notes (SA3 which can be found on page 93) providing a detailed analysis of the major components of a number of items, including:
 - Call investments deposits;
 - Consumer debtors;
 - Property, plant and equipment;
 - Trade and other payables;
 - Provisions non-current;
 - Changes in net assets; and
 - Reserves
4. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.
5. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budgeted Financial Position. As an example, the collection rate assumption will impact on the cash position of the municipality and subsequently inform the level of cash and cash equivalents at year end. Similarly, the collection rate assumption should inform the budget appropriation for debt impairment which in turn would impact on the provision for bad debt. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition the funding compliance assessment is informed directly by forecasting the statement of financial position.

Table 16 MBRR Table A7 - Budgeted Cash Flow Statement

DC1 West Coast - Table A7 Budgeted Cash Flows

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates, penalties & collection charges		-	-	-	-	-	-	-	-	-	-
Service charges		88,353	92,630	107,439	110,708	110,708	110,708	110,708	112,744	92,507	98,820
Other revenue		73,271	118,183	129,492	133,657	133,657	133,657	133,657	140,187	136,262	142,824
Government - operating	1	82,062	87,872	84,418	86,057	86,057	86,057	86,057	86,904	88,699	94,710
Government - capital	1	6,421	-	-	-	-	-	-	-	-	-
Interest		8,899	10,025	13,526	8,277	8,277	8,277	8,277	8,691	9,125	9,581
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		(198,315)	(257,187)	(265,199)	(307,033)	(307,033)	(291,681)	(291,681)	(321,763)	(316,766)	(336,086)
Finance charges		(10,793)	(11,726)	(10,454)	(10,664)	(10,664)	(10,131)	(10,131)	(9,299)	-	-
Transfers and Grants	1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		49,897	39,797	59,223	21,002	21,002	36,887	36,887	17,465	9,827	9,850
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		246	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-
Decrease (Increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current investments		-	-	-	-	-	-	-	-	-	-
Payments											
Capital assets		(45,728)	(18,134)	(15,779)	(8,315)	(8,315)	(8,315)	(8,315)	(11,305)	(4,560)	(4,720)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(45,482)	(18,134)	(15,779)	(8,315)	(8,315)	(8,315)	(8,315)	(11,305)	(4,560)	(4,720)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		20,581	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-
Payments											
Repayment of borrowing		-	(11,861)	(13,516)	(14,127)	(14,127)	(14,127)	(14,127)	(15,493)	(17,004)	(12,853)
NET CASH FROM/(USED) FINANCING ACTIVITIES		20,581	(11,861)	(13,516)	(14,127)	(14,127)	(14,127)	(14,127)	(15,493)	(17,004)	(12,853)
NET INCREASE/ (DECREASE) IN CASH HELD		24,996	9,802	29,929	(1,441)	(1,441)	14,444	14,444	(9,332)	(11,737)	(7,724)
Cash/cash equivalents at the year begin:	2	134,240	159,237	169,038	169,038	169,038	169,038	169,038	198,967	189,635	177,898
Cash/cash equivalents at the year end:	2	159,237	169,038	198,967	167,598	167,598	183,483	183,483	189,635	177,898	170,174

Table 17 MBRR Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

DC1 West Coast - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
Cash and investments available											
Cash/cash equivalents at the year end	1	159,237	169,038	198,967	167,598	167,598	183,483	183,483	189,635	177,898	170,174
Other current investments > 90 days		-	-	-	-	-	(15,885)	(15,885)	-	-	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		159,237	169,038	198,967	167,598	167,598	167,598	167,598	189,635	177,898	170,174
Application of cash and investments											
Unspent conditional transfers		1,725	472	366	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	3	6,487	(7,298)	(3,566)	5,728	6,652	6,652	6,652	28,113	17,911	11,433
Other provisions		71,322	68,955	64,745	77,663	77,663	77,663	77,663	80,974	89,928	100,842
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		79,534	62,129	61,545	83,391	84,315	84,315	84,315	109,087	107,839	112,276
Surplus(shortfall)		79,703	106,910	137,422	84,207	83,283	83,283	83,283	80,548	70,059	57,898

Explanatory notes to Table A7 - Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. It can be seen that the cash levels are stable over the 2012/13 to 2018/19 financial years.
4. The 2016/17 MTREF has been informed by the planning principle of ensuring adequate cash reserves over the medium-term.
5. Cash and cash equivalents totals R189 million as at the end of the 2016/17 financial year and decreases to R170 million by 2018/19.

Explanatory notes to Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 64 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
4. Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.
5. From the table it can be seen that for the period 2012/13 to 2018/19 the surplus decreases from R80 million to R57 million.

Table 18 MBRR Table A9 - Asset Management

DC1 West Coast - Table A9 Asset Management

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
CAPITAL EXPENDITURE										
Total New Assets	1	45,728	17,643	16,155	8,315	8,315	8,315	11,305	4,560	4,720
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		42,626	15,671	8,978	-	-	-	750	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		42,626	15,671	8,978	-	-	-	750	-	-
Community		-	-	-	80	80	80	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	3,102	1,972	7,177	8,235	8,235	8,235	10,555	4,560	4,720
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets	2	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Total Capital Expenditure	4	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		42,626	15,671	8,978	-	-	-	750	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		42,626	15,671	8,978	-	-	-	750	-	-
Community		-	-	-	80	80	80	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	3,102	1,972	7,177	8,235	8,235	8,235	10,555	4,560	4,720
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	45,728	17,643	16,155	8,315	8,315	8,315	11,305	4,560	4,720
ASSET REGISTER SUMMARY - PPE (WDV)	5									
Infrastructure - Road transport		146	140	135	134	134	134	135	135	135
Infrastructure - Electricity		488	474	435	460	460	460	435	435	435
Infrastructure - Water		266,189	263,849	267,107	255,488	255,488	255,488	248,834	246,689	244,354
Infrastructure - Sanitation		4,491	5,558	4,196	5,451	5,451	5,451	4,196	4,196	4,196
Infrastructure - Other		-	24,576	-	24,576	24,576	24,576	-	-	-
Infrastructure		271,315	294,597	271,873	286,110	286,110	286,110	253,600	251,455	249,120
Community		41,307	39,811	61,309	38,242	38,242	38,242	61,309	61,309	61,309
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		4,812	4,673	4,639	4,534	4,534	4,534	4,499	4,359	4,219
Other assets		33,378	14,633	19,410	21,134	21,134	21,134	27,725	27,725	27,725
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		320	2,029	1,481	63	63	63	1,316	1,151	986
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	351,132	355,743	358,712	350,082	350,082	350,082	348,449	345,999	343,358
EXPENDITURE OTHER ITEMS										
Depreciation & asset impairment		12,485	10,548	12,695	14,134	14,134	14,428	14,461	7,010	7,360
Repairs and Maintenance by Asset Class	3	25,882	42,687	56,094	41,117	69,938	66,441	55,111	48,007	50,208
Infrastructure - Road transport		17,516	36,955	41,852	24,027	52,848	50,205	39,759	31,957	33,301
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		4,726	3,307	3,453	3,215	3,215	3,054	4,048	4,250	4,463
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		22,242	40,262	45,306	27,242	56,063	53,260	43,807	36,207	37,764
Community		1,883	1,280	442	400	400	380	447	470	493
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6, 7	1,757	1,144	10,347	13,475	13,475	12,801	10,857	11,330	11,951
TOTAL EXPENDITURE OTHER ITEMS		38,367	53,235	68,790	55,251	84,072	79,869	69,572	55,017	57,569
Renewal of Existing Assets as % of total capex		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Renewal of Existing Assets as % of deprechn		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M as a % of PPE		7.5%	12.2%	15.9%	11.9%	20.2%	19.2%	16.1%	14.1%	14.8%
Renewal and R&M as a % of PPE		7.0%	12.0%	16.0%	12.0%	20.0%	19.0%	16.0%	14.0%	15.0%

Explanatory notes to Table A9 - Asset Management

- Table A9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.

Table 19 MBRR Table A10 - Basic Service Delivery Measurement

DC1 West Coast - Table A10 Basic service delivery measurement

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Household service targets	1									
Water:										
Piped water inside dwelling		--	--	--	--	--	--	--	--	--
Piped water inside yard (but not in dwelling)		--	--	--	--	--	--	--	--	--
Using public tap (at least min.service level)	2	--	--	--	--	--	--	--	--	--
Other water supply (at least min.service level)	4	--	--	--	--	--	--	--	--	--
<i>Minimum Service Level and Above sub-total</i>		--	--	--	--	--	--	--	--	--
Using public tap (< min.service level)	3	--	--	--	--	--	--	--	--	--
Other water supply (< min.service level)	4	--	--	--	--	--	--	--	--	--
No water supply		--	--	--	--	--	--	--	--	--
<i>Below Minimum Service Level sub-total</i>		--	--	--	--	--	--	--	--	--
Total number of households	5	--	--	--	--	--	--	--	--	--
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		--	--	--	--	--	--	--	--	--
Flush toilet (with septic tank)		--	--	--	--	--	--	--	--	--
Chemical toilet		--	--	--	--	--	--	--	--	--
Pit toilet (ventilated)		--	--	--	--	--	--	--	--	--
Other toilet provisions (> min.service level)		--	--	--	--	--	--	--	--	--
<i>Minimum Service Level and Above sub-total</i>		--	--	--	--	--	--	--	--	--
Bucket toilet		--	--	--	--	--	--	--	--	--
Other toilet provisions (< min.service level)		--	--	--	--	--	--	--	--	--
No toilet provisions		--	--	--	--	--	--	--	--	--
<i>Below Minimum Service Level sub-total</i>		--	--	--	--	--	--	--	--	--
Total number of households	5	--	--	--	--	--	--	--	--	--
Energy:										
Electricity (at least min.service level)		--	--	--	--	--	--	--	--	--
Electricity - prepaid (min.service level)		--	--	--	--	--	--	--	--	--
<i>Minimum Service Level and Above sub-total</i>		--	--	--	--	--	--	--	--	--
Electricity (< min.service level)		--	--	--	--	--	--	--	--	--
Electricity - prepaid (< min. service level)		--	--	--	--	--	--	--	--	--
Other energy sources		--	--	--	--	--	--	--	--	--
<i>Below Minimum Service Level sub-total</i>		--	--	--	--	--	--	--	--	--
Total number of households	5	--	--	--	--	--	--	--	--	--
Refuse:										
Removed at least once a week		--	--	--	--	--	--	--	--	--
<i>Minimum Service Level and Above sub-total</i>		--	--	--	--	--	--	--	--	--
Removed less frequently than once a week		--	--	--	--	--	--	--	--	--
Using communal refuse dump		--	--	--	--	--	--	--	--	--
Using own refuse dump		--	--	--	--	--	--	--	--	--
Other rubbish disposal		--	--	--	--	--	--	--	--	--
No rubbish disposal		--	--	--	--	--	--	--	--	--
<i>Below Minimum Service Level sub-total</i>		--	--	--	--	--	--	--	--	--
Total number of households	5	--	--	--	--	--	--	--	--	--
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		--	--	--	--	--	--	--	--	--
Sanitation (free minimum level service)		--	--	--	--	--	--	--	--	--
Electricity/other energy (50kwh per household per month)		--	--	--	--	--	--	--	--	--
Refuse (removed at least once a week)		--	--	--	--	--	--	--	--	--
Cost of Free Basic Services provided - Formal Settlements (R'000)	8									
Water (6 kilolitres per indigent household per month)		--	--	--	--	--	--	--	--	--
Sanitation (free sanitation service to indigent households)		--	--	--	--	--	--	--	--	--
Electricity/other energy (50kwh per indigent household per month)		--	--	--	--	--	--	--	--	--
Refuse (removed once a week for indigent households)		--	--	--	--	--	--	--	--	--
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)										
Total cost of FBS provided		--	--	--	--	--	--	--	--	--
Highest level of free service provided per household										
Property rates (R value threshold)		--	--	--	--	--	--	--	--	--
Water (kilolitres per household per month)		--	--	--	--	--	--	--	--	--
Sanitation (kilolitres per household per month)		--	--	--	--	--	--	--	--	--
Sanitation (Rand per household per month)		--	--	--	--	--	--	--	--	--
Electricity (kwh per household per month)		--	--	--	--	--	--	--	--	--
Refuse (average litres per week)		--	--	--	--	--	--	--	--	--
Revenue cost of subsidised services provided (R'000)	9									
Property rates (tariff adjustment) (Impermissible values per section 17 of MPRA)		--	--	--	--	--	--	--	--	--
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA		--	--	--	--	--	--	--	--	--
Water (in excess of 6 kilolitres per indigent household per month)		--	--	--	--	--	--	--	--	--
Sanitation (in excess of free sanitation service to indigent households)		--	--	--	--	--	--	--	--	--
Electricity/other energy (in excess of 50 kwh per indigent household per month)		--	--	--	--	--	--	--	--	--
Refuse (in excess of one removal a week for indigent households)		--	--	--	--	--	--	--	--	--
Municipal Housing - rental rebates		--	--	--	--	--	--	--	--	--
Housing - top structure subsidies		--	--	--	--	--	--	--	--	--
Other		--	--	--	--	--	--	--	--	--
Total revenue cost of subsidised services provided		--	--	--	--	--	--	--	--	--

Explanatory notes to Table A10 - Basic Service Delivery Measurement

- Table A10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services.

Part 2 – Supporting Documentation

1.8 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

1.8.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year a time schedule that sets out the process to revise the IDP and prepare the budget. The process plan will be added to this document as an appendix. There were no deviations from the key dates set out in the Budget Time Schedule tabled in Council. This plan is attached as Annexure B.

1.8.2 Integrated Development Plan and Service Delivery and Budget Implementation Plan

The municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan. The Process Plan applicable to the second revision cycle included the following key IDP processes and deliverables:

- Registration of municipal priorities and community needs;
- Compilation of departmental business plans including key performance indicators and targets;
- Financial planning and budgeting process;
- Public stakeholder engagement process;
- Compilation of the SDBIP, and
- The review of the performance management and monitoring processes.

The IDP has been taken into a business and financial planning process leading up to the 2016/17 MTREF, based on the approved 2015/16 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2016/17 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2015/16 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master

planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

1.8.3 Financial Modelling and Key Planning Drivers

As part of the compilation of the 2016/17 MTREF extensive financial modelling and the long-term financial plan were taken into account to ensure affordability and sustainability. The following key factors and planning strategies have informed the compilation of the 2016/17 MTREF:

- Policy and expenditure priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e. inflation)
- Performance trends
- Cash Flow Management
- Debtor payment levels
- The need for tariff increases versus the ability of the community to pay for services;
- Improved and sustainable service delivery

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars 78 has been taken into consideration in the planning and prioritisation process.

1.9 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and co-operative governance. Addressing the inequalities of South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the municipality, issues of national and provincial importance should be reflected in the IDP of the

municipality. A clear understanding of such intent is therefore imperative to ensure that the municipality strategically complies with the key national and provincial priorities.

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the municipality's response to these requirements.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy (GGDS);
- National and Provincial spatial development perspectives;
- Relevant sector plans such as transportation, legislation and policy;
- National Key Performance Indicators (NKPIs);
- Accelerated and Shared Growth Initiative (ASGISA);
- National 2014 Vision;
- National Spatial Development Perspective (NSDP) and
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP. The following table highlights the IDP's five strategic objectives for the 2017/16 MTREF and further planning refinements that have directly informed the compilation of the budget:

Table 20 IDP Strategic Objectives

2016/17 MTREF	
1.	Ensuring Environmental Integrity for the West Coast
2.	Pursuing economic growth and the facilitation of job opportunities
3.	Promoting the social wellbeing of the community
4.	Providing essential bulk services to the district
5.	Ensuring good governance and financial viability

In order to ensure integrated and focused service delivery between all spheres of government it was important for the municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

Local priorities were identified as part of the IDP review process which is directly aligned to that of the national and provincial priorities. The key performance areas can be summarised as follows against the five strategic objectives:

1. Ensuring Environmental Integrity for the West Coast:
 - Implement an integrated environmental programme;
 - Implement the air quality management plan;
 - Carrying forward the disaster management plan; and
 - Climate change strategy to be developed.
2. Pursuing economic growth and the facilitation of job opportunities:
 - Review of spatial development framework providing a framework;
 - Implementation of the regional economic development strategy;
 - Technical and capacity support to B-Municipalities;
 - Revision and updating in collaboration with economic development partners; and
 - Support regional investment promotion.
3. Promoting the social wellbeing of the community:
4. Providing essential bulk services to the district:
 - Use and update the master plan for bulk water system.
5. Ensuring good governance and financial viability:
 - Strategic human resource and building of human capital (internally);
 - Corporate training and development in the district;
 - Employee wellness and assistance programme; and
 - Each post is linked to a full job description.

In line with the MSA, the IDP constitutes a single, inclusive strategic plan for the municipality. The five-year programme responds to the development challenges and opportunities faced by the municipality by identifying the key performance areas to achieve the five the strategic objectives mentioned above.

Lessons learned with previous IDP revision and planning cycles as well as changing environments were taken into consideration in the compilation of the IDP, including:

- Strengthening the analysis and strategic planning processes of the municipality;
- Ensuring better coordination through a programmatic approach and attempting to focus the budgeting process through planning interventions; and
- Strengthening performance management and monitoring systems in ensuring the objectives and deliverables are achieved.

The 2016/17 MTREF has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

Table 21 MBRR Table SA4 - Reconciliation between the IDP strategic objectives and budgeted revenue

DC1 West Coast - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

BOP West Coast: Supporting Table 04A Reconciliation of RDP Strategic Objectives and Budget (Revenue)													
Strategic Objective	Goal	Goal Code	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
R thousand													
Municipal Transformation & Inst. Development		1		1,000	1,797	934	-	-	-	-	-	-	
Basic Service Delivery		2		175,418	207,854	242,447	-	-	-	-	-	-	
Municipal Financial Viability & Management		3		76,871	87,979	81,035	-	-	-	-	-	-	
Good Governance & Public Participation		4		752	987	912	-	-	-	-	-	-	
Local Economic Development		5		2,847	2,558	3,003	-	-	-	-	-	-	
To ensure the environmental integrity of the district is improved	Environmental sensitive and eco-conserving policies, strategies, plans, by-laws and practices improve the environmental integrity of the district over the next 15 years	1		-	-	-	7,864	8,044	8,044	8,867	8,334	8,810	
To pursue economic growth and the facilitation of job opportunities	Over the next 15 years targeted business and skills development interventions significantly improve economic development and job opportunities in the district	2		-	-	-	3,147	3,147	3,147	3,304	3,469	3,643	
To promote the social well-being of residents, communities and targeted social groups in the district	The social well-being of inhabitants in the district improves generally with significant improvements in the social well-being of targeted vulnerable social groups over the next 15 years.	3		-	-	-	11,140	11,140	11,140	11,783	12,340	13,017	
To provide essential bulk services to the district	Over the next 15 years the district provides: An adequate supply of portable water compliant with SANS 241 requirements. A desalination water supply plant that can as an alternative water source, A fully operational regional waste management site serving Matzikama and Cederberg municipalities.	4		-	-	-	214,933	243,754	243,754	241,820	217,244	229,542	
To ensure good governance and financial viability	Over the next 15 years the district municipality achieves a clean annual audit, builds a satisfied, motivated staff team that is suitably skilled and resourced for their jobs with support provided for continuous and appropriate career development and growth and has a council which exercises its oversight role with due diligence.	5		-	-	-	101,615	101,710	101,710	82,752	85,205	90,923	
				-	-	-	-	-	-	-	-	-	
				-	-	-	-	-	-	-	-	-	
				-	-	-	-	-	-	-	-	-	
				-	-	-	-	-	-	-	-	-	
				-	-	-	-	-	-	-	-	-	
				-	-	-	-	-	-	-	-	-	
				-	-	-	-	-	-	-	-	-	
Allocations to other priorities				2	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)				1	256,887	301,175	328,331	338,699	367,795	367,795	348,526	326,593	345,935

DC1 West Coast - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

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DC1 West Coast - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)

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1.10 Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the municipality has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality target, monitors, assesses and reviews organisational performance which in turn is directly linked to individual employee's performance.

At any given time within government, information from multiple years is being considered; plans and budgets for next year; implementation for the current year; and reporting on last year's performance. Although performance information is reported publicly during the last stage, the performance information process begins when policies are being developed, and continues through each of the planning, budgeting, implementation and reporting stages. The planning, budgeting and reporting cycle can be graphically illustrated as follows:

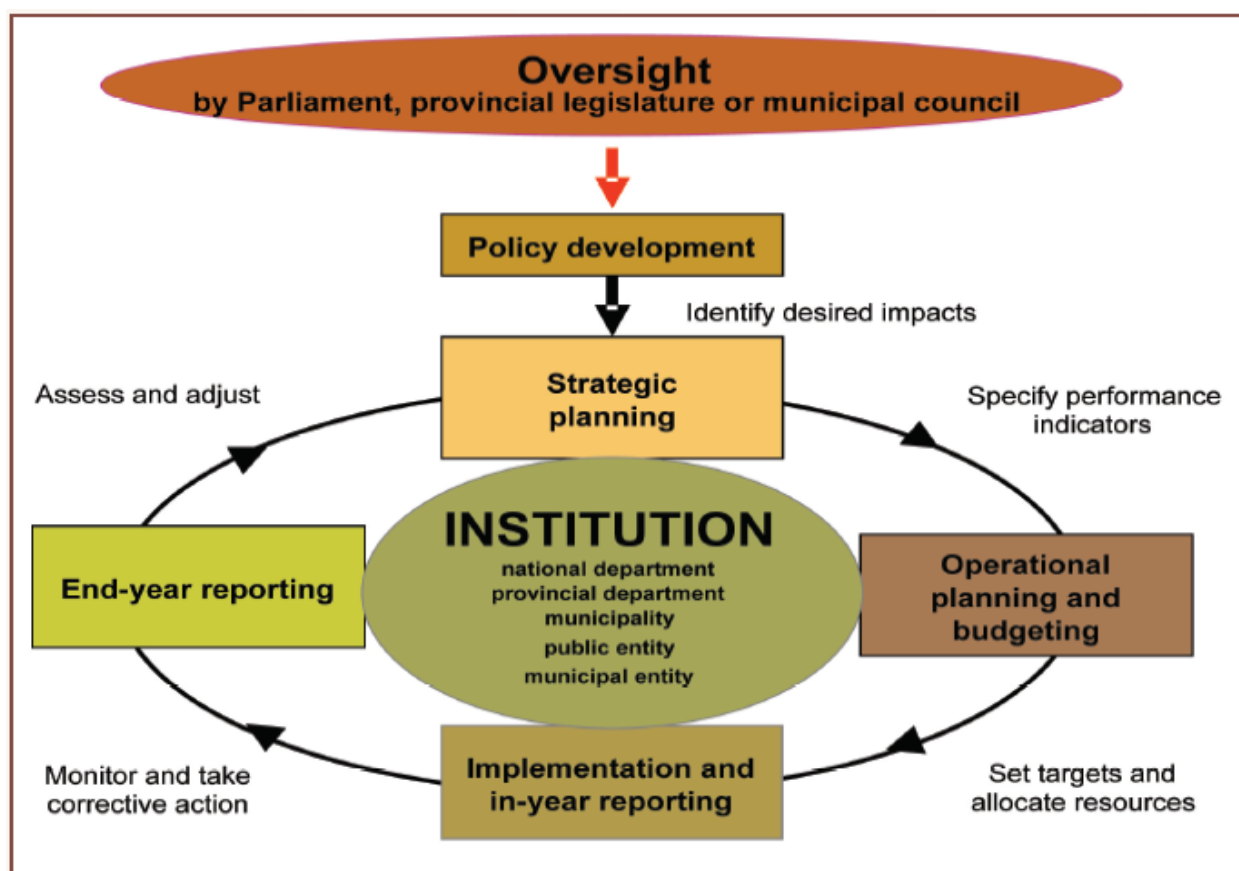


Figure 4 Planning, budgeting and reporting cycle

The performance of the municipality relates directly to the extent to which it has achieved success in realising its goals and objectives, complied with legislative requirements and meeting stakeholder expectations. The municipality therefore has adopted one integrated performance management system which encompasses:

- Planning (setting goals, objectives, targets and benchmarks);
- Monitoring (regular monitoring and checking on the progress against plan);
- Measurement (indicators of success);
- Review (identifying areas requiring change and improvement);
- Reporting (what information, to whom, from whom, how often and for what purpose); and
- Improvement (making changes where necessary).

The performance information concepts used by the municipality in its integrated performance management system are aligned to the ***Framework of Managing Programme Performance Information*** issued by the National Treasury:

The following table provides the main measurable performance objectives the municipality undertakes to achieve this financial year.

Table 24 MBRR Table SA7 – This table will be adjusted in the final budget.

DC1 West Coast - Supporting Table SA7 Measureable performance objectives

Description	Unit of measurement	2011/12	2012/13	2013/14	Current Year 2014/15			2015/16 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
Vote 1 - Community Services										
The percentage of the municipal capital budget actually spent on capital projects identified in terms of the IDP ((Actual amount spent on projects /Total amount budgeted for capital projects)X100)	((Actual amount spent on projects /Total amount budgeted for capital projects)X100)	103%	103%	111%	95%	95%	95%	95%	95%	95%
Create full time equivalent (FTE's) through expenditure with the EPWP job creation	Number of full time equivalent (FTE's)created	30%	30%	30%	30%	30%	30%	30%	30%	30%
Create temporary job opportunities through capital projects	Number of man days paid	1100	1100	1100	1100	1100	1100	1100	1100	1100
Financial viability measured in terms of the municipality's ability to meet it's service debt obligations	Debt to Revenue (Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / Total Operating Revenue - Operating Conditional Grants	100%	100%	100%	100%	100%	100%	95%	95%	95%
Financial viability measured in terms of the outstanding service debtors	(Total outstanding service debtors/ revenue received for services)	5%	5%	5%	5%	5%	5%	5%	5%	5%
Financial viability measured in terms of the available cash to cover fixed operating expenditure	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts)	80%	80%	80%	80%	80%	80%	80%	80%	80%
Draft the annual consolidated implementation plan for social development interventions in the district and submit to council for approval by 30 September 2015	Implementation plan drafted and submitted to council by 30 September 2015	1	1	1	1	1	1	1	1	1
Facilitate the meeting of the District coordinating forum (Technical)	Number of meetings initiated	4	4	4	4	4	4	4	4	4
95% of capital conditional grants spent ((Actual amount spent of capital conditional grants/Total budget for capital conditional grants)x100)	(Actual amount spent of capital conditional grants/Total budget for capital conditional grants)x 100	90%	94%	100%	95%	95%	95%	95%	95%	95%
100% of operational conditional grants spent ((Actual amount spent of operational conditional grants/Total budget for operational conditional grants)x100)	(Actual amount spent of operational conditional grants/Total budget for operational conditional grants)x 100	100%	100%	100%	100%	100%	100%	100%	100%	100%
Take quarterly samples and monitor the results of bacterial levels of potable water in towns, farms and communities within in the district	Number of samples taken and monitored	800	800	800	300	300	300	800	800	800
Take quarterly samples and monitor the results in terms of Foodstuffs, Cosmetics and Disinfectants Act	Number of samples taken and monitored	1700	1700	1080	1080	1080	1080	1080	1080	1080
Take quarterly samples and monitor the results regarding bacterial levels in final sewerage effluent	Number of samples taken and monitored	210	210	210	210	210	210	210	210	210

Table 24 MBRR Table SA7 - Measurable performance objectives will be attached as an appendix. (Continued)

Vote 2 - Subsidised Services										
Number of people from employment equity target groups employed in the three highest levels of management in compliance with a municipality's approved employment equity plan	Number of people appointed in the three highest levels of management	1	1	1	0	0	0	1	1	1
The percentage of the municipality's personnel budget actually spent on implementing its workplace skills plan by 30 June 2016 ((Actual amount spent on training/total personnel budget)x100)	(Actual amount spent on training/total personnel budget)x100	1%	1%	1%	1%	1%	1%	1%	1%	1%
Limit the vacancy rate to less than 15% of budgeted posts by 30 June 2016 ((Number of budgeted posts filled/Number of budgeted posts on the organogram)x100)	((Number of budgeted posts filled/Number of budgeted posts on the organogram)x100)	10%	10%	10%	15%	15%	15%	15%	15%	15%
Compile the Risk based audit plan and submit to the Audit Committee for consideration by 30 June 2016	RBAP submitted to Audit Committee by 30 June 2016	1	1	1	1	1	1	1	1	1
Submit progress reports on the implementation of the RBAP to the Audit Committee	Number of progress reports submitted	4	4	4	4	4	4	4	4	4
Co-ordinate the functioning of the audit committee	Number of meetings held	4	4	4	4	4	4	4	4	4
Perform quarterly risk assessments per the Risk Implementation Plan	Number of risk assessments performed	4	4	4	4	4	4	4	4	4
Host workshops to promote skills development and support the Tourism SMME business sector	Number of workshops hosted	8	8	8	8	8	8	8	8	8
Carry out tourism promotional activities in the print and other media	Number of activities	32	32	32	32	32	32	24	24	24
Assist Tourism BEE entrepreneurs with starting and growing businesses e.g. research, business plans and skills development	Number of tourism BEE entrepreneurs assisted	16	16	16	24	24	24	16	16	16

Table 24 MBRR Table SA7 - Measurable performance objectives will be attached as an appendix. (Continued)

Vote 5 - Water Works										
Comply 100% with water quality parameters as per SANS 241 physical and micro parameters for West Coast Bulk Water Supply	% compliance with the water quality parameters	100%	100%	100%	100%	100%	100%	100%	100%	100%
Limit average % water loss for last 12 months to less than 7.5% ((Number of Kiloliters Water Purchased or Purified - Number of Kiloliters Water Sold) / Number of Kiloliters Water Purchased or Purified × 100)	% average water loss for last 12 months ((Number of Kiloliters Water Purchased or Purified - Number of Kiloliters Water Sold) / Number of	5.07%	4.49%	4.96%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%
Vote 6 - Agencies										
Compile and submit the annual performance plan for the maintenance of provincial roads to the Department of Transport & Public Roads by 30 November 2015	Annual Performance Plan submitted by 30 November 2015	1	1	1	1	1	1	1	1	1
100% of the provincial roads conditional grant budget allocation spent by 30 June 2016 ((Total expenditure divided by the total approved budget) × 100)	% of the budget spent by 30 June 2016 ((Total expenditure divided by the total approved	100%	100%	100%	100%	100%	100%	100%	100%	100%
Kms graded as per planned schedule of 16000 kms per year	Number of kilometers graded	16000	16000	16000	16000	16000	16000	16000	16000	16000
Regravel roads	Number of Kms of road regavelled				New Top Layer SDBIP KPI	New Top Layer SDBIP KPI	New Top Layer SDBIP KPI	32.78	32.78	32.78
Upgrade roads from gravel to bitumen surface	Number of Kms of road upgraded from gravel to bitumen				New Top Layer SDBIP KPI	New Top Layer SDBIP KPI	New Top Layer SDBIP KPI	2.95	2.95	2.95
Reseal surfaced roads	Number of Kms of road resealed				New Top Layer SDBIP KPI	New Top Layer SDBIP KPI	New Top Layer SDBIP KPI	13.94	13.94	13.94

The municipality will adjust its performance indicators when the final budget is tabled in May 2016 if applicable.

The following table sets out the municipalities main performance objectives and benchmarks for the 2016/17 MTREF.

Table 25 MBRR Table SA8 - Performance indicators and benchmarks

DC1 West Coast - Supporting Table SA8 Performance indicators and benchmarks

DCP West Coast - Supporting Table SA6 Performance Indicators and Benchmarks											
Description of financial indicator	Basis of calculation	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<u>Borrowing Management</u>											
Credit Rating		A-	A-	A-	A-	A-	A-	A-			
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	4.3%	9.3%	8.3%	7.5%	6.9%	7.1%	7.1%	7.2%	5.2%	3.7%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	6.2%	11.1%	9.8%	9.8%	8.8%	8.6%	8.6%	9.5%	7.1%	5.1%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	52.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>											
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>											
Current Ratio	Current assets/current liabilities	4.2	4.2	4.1	5.0	5.0	5.0	5.0	2.7	2.9	3.4
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	4.2	4.2	4.1	5.0	5.0	5.0	5.0	2.7	2.9	3.4
Liquidity Ratio	Monetary Assets/Current Liabilities	3.8	3.7	3.8	4.7	4.7	4.7	4.7	2.6	2.8	3.2
<u>Revenue Management</u>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	7.1%	11.0%	9.8%	2.6%	2.4%	2.4%	2.4%	6.6%	6.9%	6.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>											
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA' s 65(e))	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Creditors to Cash and Investments		14.9%	15.0%	14.4%	8.6%	8.6%	7.9%	7.9%	26.7%	22.3%	19.0%
		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Other Indicators</u>											
Electricity Distribution Losses (2)	Total Volume Losses (kW)	0	0	0	0	0	0	0	0	0	0
	Total Cost of Losses (Rand '000)	-	-	-	-	-	-	-	-	-	-
	% Volume (units purchased and generated less units sold)/units purchased and generated	-	-	-	-	-	-	-	-	-	-
Water Distribution Losses (2)	Total Volume Losses (kℓ)	1,098	1,235	1,835	1,235	1,235	1,235	1,235	1,235	1,235	1,235
	Total Cost of Losses (Rand '000)	3721841	4691951	3201126	3201126	3201126	3201126	3201126	3201126	3201126	3201126
	% Volume (units purchased and generated less units sold)/units purchased and generated	0	0	0	0	0	0	0	0	0	0
Employee costs	Employee costs/(Total Revenue - capital revenue)	44.3%	40.5%	39.6%	45.5%	42.0%	39.9%	39.9%	45.4%	50.2%	50.1%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	46.1%	42.3%	41.3%	47.3%	43.6%	41.4%		47.3%	52.1%	52.1%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	10.3%	14.7%	17.2%	12.1%	19.0%	18.1%		15.8%	14.7%	14.5%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	9.3%	7.7%	7.1%	7.3%	6.7%	6.4%	6.4%	6.8%	2.1%	2.1%
<u>IDP regulation financial viability indicators</u>											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	8.0	7.9	10.9	11.3	11.3	11.3	11.6	10.0	10.6	11.2
ii.O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services (Available cash + Investments)/monthly fixed operational expenditure	20.0%	22.0%	14.8%	7.7%	7.7%	7.7%	7.7%	6.5%	7.0%	5.8%
iii. Cost coverage		8.2	8.9	9.3	6.8	6.2	7.1	7.1	7.4	7.3	6.5

1.10.1 Performance indicators and benchmarks

1.10.1.1 Borrowing Management

Capital expenditure in local government can be funded by capital grants, own-source revenue and long term borrowing. The ability of a municipality to raise long term borrowing is largely dependent on its creditworthiness and financial position.

1.10.1.2 Liquidity

- For the 2016/17 MTREF the current ratio is 2.7
- *The liquidity ratio* is a measure of the ability of the municipality to utilize cash and cash equivalents to extinguish or retire its current liabilities immediately. Ideally the municipality should have the equivalent cash and cash equivalents on hand to meet at least the current liabilities, which should translate into a liquidity ratio of 1. Anything below 1 indicates a shortage in cash to meet creditor obligations.

1.10.1.3 Revenue Management

- As part of the financial sustainability strategy, an aggressive revenue management framework has been implemented to increase cash inflow. The intention of the strategy is to streamline the revenue value chain by ensuring accurate billing, customer service, and credit control and debt collection.

1.10.1.4 Creditors Management

- The municipality has managed to ensure that creditors are settled within the legislated 30 days of invoice. This has had a favorable impact on suppliers' perceptions of risk of doing business with the municipality.

1.10.1.5 Other Indicators

- The water distribution losses have been 7.04 per cent in 2014/15. It is planned to further reduce distribution losses in 2016/17.
- Employee costs as a percentage of operating revenue continues to be stable over the MTREF.
- Repairs and maintenance as percentage of operating revenue is also decreasing owing directly to the costing method adopted for agency services.

1.10.2 Providing clean water

The municipality provides bulk water services provider to Local Municipalities as well as 876 farmers. The Municipality's bulk water needs are provided by the Department of Water Affairs and Forestry in the form of raw water.

The Department of Water Affairs conducts a bi-annual performance rating of water treatment works within this district, presenting a Blue Drop award for water treatment works that meet certain criteria of excellence.

1.11 Overview of budget related-policies

The municipality's budgeting process is guided and governed by relevant legislation, frameworks, strategies and related policies.

1.11.1 Review of credit control and debt collection procedures/policies

The credit and debt collection Policy was reviewed in 2015. While the adopted policy is credible, sustainable, manageable and informed by affordability and value for money there has been a need to review certain components to achieve a higher collection rate.

The 2018/17 MTREF has been prepared on the basis of achieving an average debtors' collection rate of 98 per cent on current billings.

1.11.2 Asset Management Policy

A proxy for asset consumption can be considered the level of depreciation each asset incurs on an annual basis. Preserving the investment in new infrastructure needs to be considered a significant strategy in ensuring the future sustainability of infrastructure and the municipality's revenue base. Within the framework, the need for new assets was considered a priority and hence the capital programme was determined based on new asset construction.

The Asset Management Policy is therefore considered a strategic guide in ensuring a sustainable approach to new assets as well as asset renewal, repairs and maintenance. In addition the policy prescribes the accounting and administrative policies and procedures relating to property, plant and equipment (fixed assets).

1.11.3 Supply Chain Management Policy

The Supply Chain Management Policy was adopted by Council in September 2005. An amended policy was considered by Council in August 2014.

1.11.4 Cash Management and Investment Policy

The aim of the policy is to ensure that the municipality's surplus cash and investments are adequately managed, especially the funds set aside for the cash backing of certain reserves. The policy details the minimum cash and cash equivalents required at any point in time and introduce time frames to achieve certain benchmarks.

1.11.5 Tariff Policies

The municipality's tariff policies provide a broad framework within which the Council can determine fair, transparent and affordable charges that also promote sustainable service delivery.

All the above policies are available on the municipality's website, as well as other budget related policies:

1.12 Overview of budget assumptions

1.12.1 External factors

Due to the below inflation increase in the equitable share allocation the municipality has declining cash inflows, which has necessitated restrained expenditure to ensure that cash outflows remain within the affordability parameters of the municipality's finances.

1.12.2 General inflation outlook and its impact on the municipal activities

There are five key factors that have been taken into consideration in the compilation of the 2016/17 MTREF:

- National Government macro-economic targets;
- The general inflationary outlook;
- The impact of municipal cost drivers;
- The increase in prices for bulk water; and
- The increase in the cost of remuneration. Employee related costs comprise 45.68 per cent of total operating expenditure in the 2016/17 MTREF.

1.12.3 Credit rating outlook

Table 26 Credit rating outlook

Security class	Currency	Rating	Annual rating 2015/16	Previous Rating
Short term	Rand	A1	Des 2015	A1
Long-term	Rand	A	Des 2015	A
Outlook	Rand	Stable	Des 2015	Stable

1.12.4 Interest rates for borrowing and investment of funds

The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions. The municipality's borrowing will decrease over the MTREF.

1.12.5 Collection rate for revenue services

The base assumption is that tariff and rating increases will increase at a rate slightly higher than CPI over the long term. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term.

The rate of revenue collection is currently expressed as a percentage (98 per cent) of annual billings. Cash flow is assumed to be 100 per cent of billing.

1.12.6 Salary increases

The assumption is that for the three years an across the board increase of 8 per cent is allowed.

1.12.7 Impact of national, provincial and local policies

Integration of service delivery between national, provincial and local government is critical to ensure focussed service delivery and in this regard various measures were implemented to align IDPs, provincial and national strategies around priority spatial interventions. In this regard, the following national priorities form the basis of all integration initiatives:

- Creating jobs;
- Enhancing education and skill development;
- Improving Health services;
- Firefighting services; and
- Fighting corruption.

To achieve these priorities integration mechanisms are in place to ensure integrated planning and execution of various development programs. The focus will be to strengthen the link between policy priorities and expenditure thereby ensuring the achievement of the national, provincial and local objectives.

1.12.8 Ability of the municipality to spend and deliver on the programmes

It is estimated that a spending rate of at least 95 per cent is achieved on operating expenditure and 100 per cent on the capital programme for the 2016/17 MTREF of which performance has been factored into the cash flow budget.

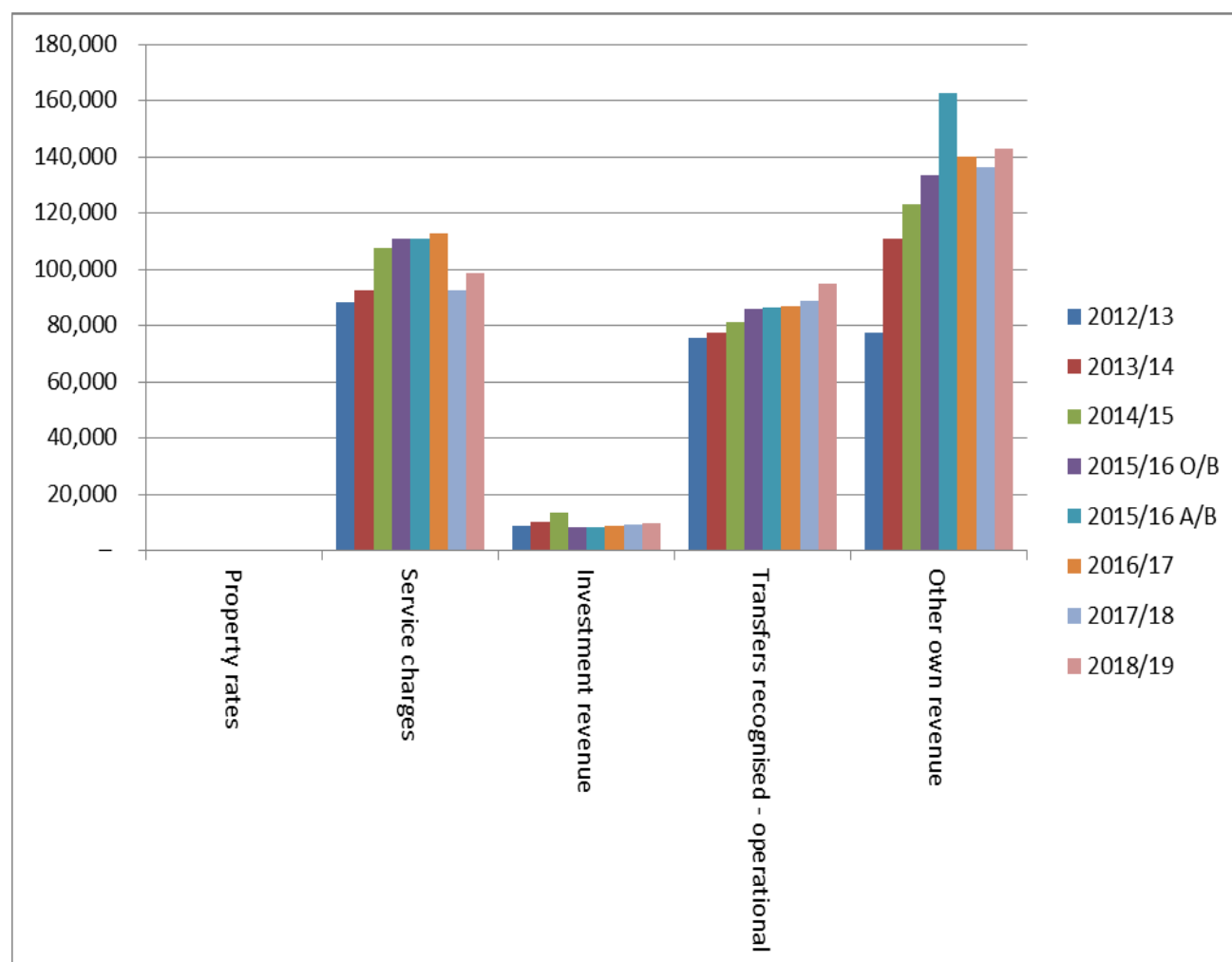
1.13 Overview of budget funding

1.13.1 Medium-term outlook: operating revenue

The following table is a breakdown of the operating revenue over the medium-term:

Table 27 Breakdown of the operating revenue over the medium-term

Description	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Financial Performance										
Property rates	–	–	–	–	–	–	–	–	–	–
Service charges	88,353	92,630	107,439	110,708	110,708	110,708	110,708	112,744	92,507	98,820
Investment revenue	8,899	10,025	13,526	8,250	8,250	8,250	8,250	8,663	9,096	9,550
Transfers recognised - operational	75,641	77,567	81,347	86,057	86,332	86,332	86,332	86,904	88,699	94,710
Other own revenue	77,573	110,648	122,948	133,684	162,505	162,505	162,505	140,216	136,291	142,855
Total Revenue (excluding capital transfers and contributions)	250,466	290,870	325,259	338,699	367,795	367,795	367,795	348,526	326,593	345,935

Figure 5 Breakdown of operating revenue over the 2015/16 MTREF

Tariff setting plays a major role in ensuring desired levels of revenue. Getting tariffs right assists in the compilation of a credible and funded budget. The municipality derives most of its operational revenue from bulk water services; agency services (Roads), operating grants from organs of state and other minor charges (such as building plan fees, licenses and permits etc.)

The revenue strategy is a function of key components such as:

- Growth in the municipality and economic development;
- Revenue management and enhancement;
- Achievement of a 100 per cent annual collection rate for consumer revenue;
- National Treasury guidelines;
- Achievement of full cost recovery of specific user charges;
- Determining tariff escalation rate by establishing/calculating revenue requirements.

The above principles guide the annual increase in the tariffs charged to the consumers and aligned to the economic forecasts.

The proposed tariff increases for the 2016/17 MTREF on the different revenue categories are:

Table 28 Proposed tariff increases over the medium-term

Revenue category	2016/17 proposed tariff increase	2017/18 proposed tariff increase	2018/19 proposed tariff increase	2016/17 additional revenue for each 1% tariff increase	2016/17 additional revenue owing to 2% tariff increases	2016/17 Total Budgeted revenue
	%	%	%	R'000	R'000	R'000
Water	7	(16)	7	1,128	2,255	112,744
Total				1,128	2,255	110 708

Services charges relating to bulk water constitutes the biggest component of the revenue basket of the municipality totaling R112.7 million for the 2016/17 financial year and decreases to R98 million by 2018/19. For the 2015/16 financial year services charges amounts to 32 per cent of the total revenue base. This growth can mainly be attributed to the increase in the bulk prices water.

Operational grants and subsidies amount to R86 million, R88 million and R94 million for each of the respective financial years of the MTREF, or 24, 25 and 27 per cent of operating revenue.

Investment revenue contributes marginally to the revenue base with a budget allocation of R8.6 million, R9 million and R9.5 million for the respective three financial years of the 2016/17 MTREF. It should be noted that all cash are classified under cash and cash equivalents as per GRAP 24.

Table 29 Sources of capital revenue over the MTREF

DC1 West Coast - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Funded by:											
National Government		-	10,305	3,072	-	-	-	-	-	-	-
Provincial Government		-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		6,421	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	6,421	10,305	3,072	-	-	-	-	-	-	-
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	-
Borrowing	6	25,679	-	-	-	-	-	-	-	-	-
Internally generated funds		13,628	7,339	13,083	8,315	8,315	8,315	8,315	11,305	4,560	4,720
Total Capital Funding	7	45,728	17,643	16,155	8,315	8,315	8,315	8,315	11,305	4,560	4,720

The above table is graphically represented as follows for the 2016/17 financial year.

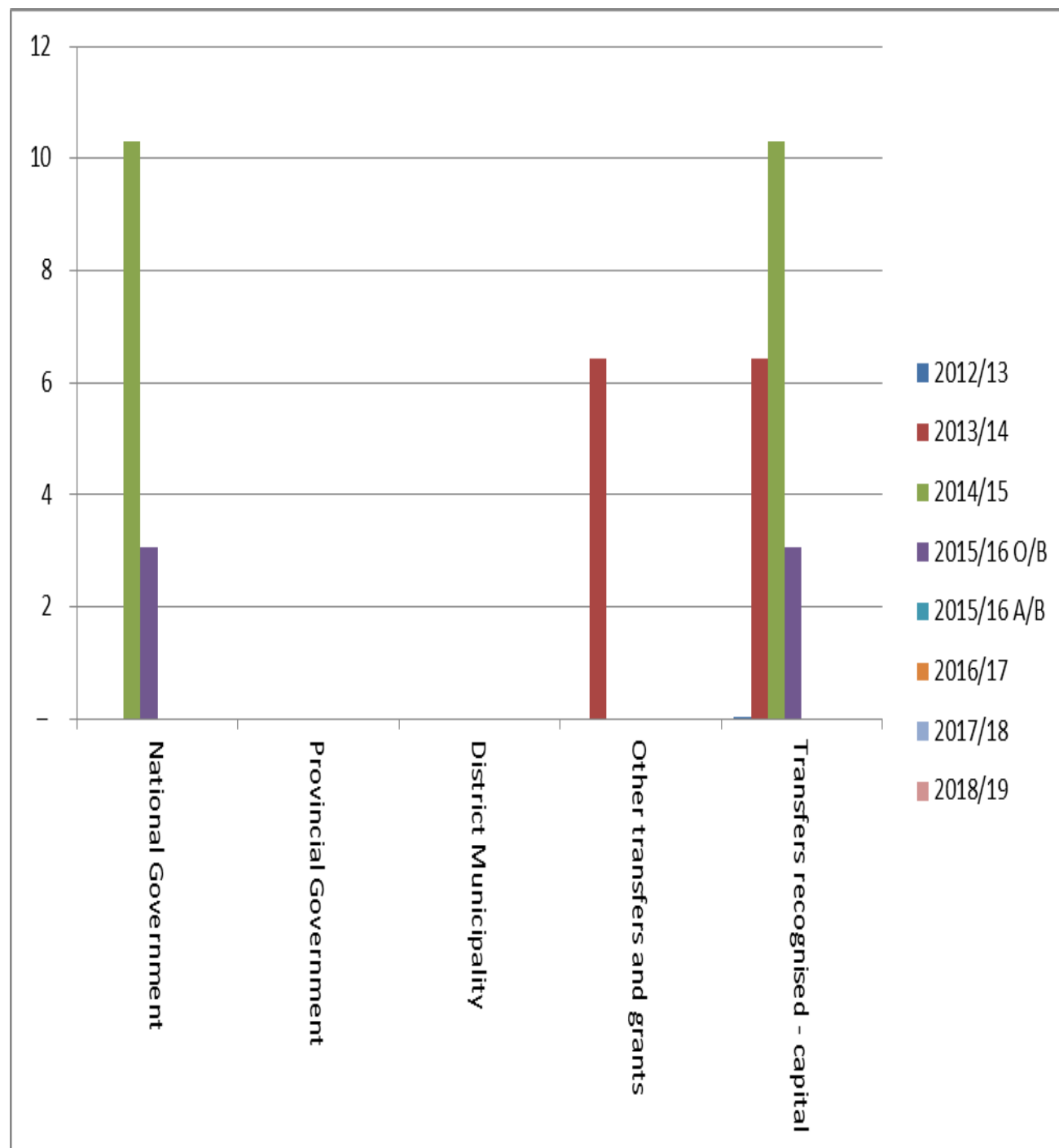


Figure 6 Sources of capital revenue for the 2016/17 financial year

Capital will be financed from internally generated funds.

The following table is a detailed analysis of the municipality's borrowing liability.

Table 30 MBRR Table SA 17 - Detail of borrowings

DC1 West Coast - Supporting Table SA17 Borrowing

Borrowing - Categorised by type R thousand	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<u>Parent municipality</u>										
Long-Term Loans (annuity/reducing balance)		100,756	86,866	72,738	72,714	72,714	72,714	57,221	40,217	27,364
Long-Term Loans (non-annuity)		-	-	-	-	-	-	-	-	-
Local registered stock		-	-	-	-	-	-	-	-	-
Instalment Credit		-	-	-	-	-	-	-	-	-
Financial Leases		-	-	-	-	-	-	-	-	-
PPP liabilities		-	-	-	-	-	-	-	-	-
Finance Granted By Cap Equipment Supplier		-	-	-	-	-	-	-	-	-
Marketable Bonds		-	-	-	-	-	-	-	-	-
Non-Marketable Bonds		-	-	-	-	-	-	-	-	-
Bankers Acceptances		-	-	-	-	-	-	-	-	-
Financial derivatives		-	-	-	-	-	-	-	-	-
Other Securities		-	-	-	-	-	-	-	-	-
Municipality sub-total	1	100,756	86,866	72,738	72,714	72,714	72,714	57,221	40,217	27,364
<u>Entities</u>										
Long-Term Loans (annuity/reducing balance)		-	-	-	-	-	-	-	-	-
Long-Term Loans (non-annuity)		-	-	-	-	-	-	-	-	-
Local registered stock		-	-	-	-	-	-	-	-	-
Instalment Credit		-	-	-	-	-	-	-	-	-
Financial Leases		-	-	-	-	-	-	-	-	-
PPP liabilities		-	-	-	-	-	-	-	-	-
Finance Granted By Cap Equipment Supplier		-	-	-	-	-	-	-	-	-
Marketable Bonds		-	-	-	-	-	-	-	-	-
Non-Marketable Bonds		-	-	-	-	-	-	-	-	-
Bankers Acceptances		-	-	-	-	-	-	-	-	-
Financial derivatives		-	-	-	-	-	-	-	-	-
Other Securities		-	-	-	-	-	-	-	-	-
Entities sub-total	1	-	-	-	-	-	-	-	-	-
Total Borrowing	1	100,756	86,866	72,738	72,714	72,714	72,714	57,221	40,217	27,364

The following graph illustrates the decrease in outstanding borrowing for the 2012/13 to 2018/19 period.

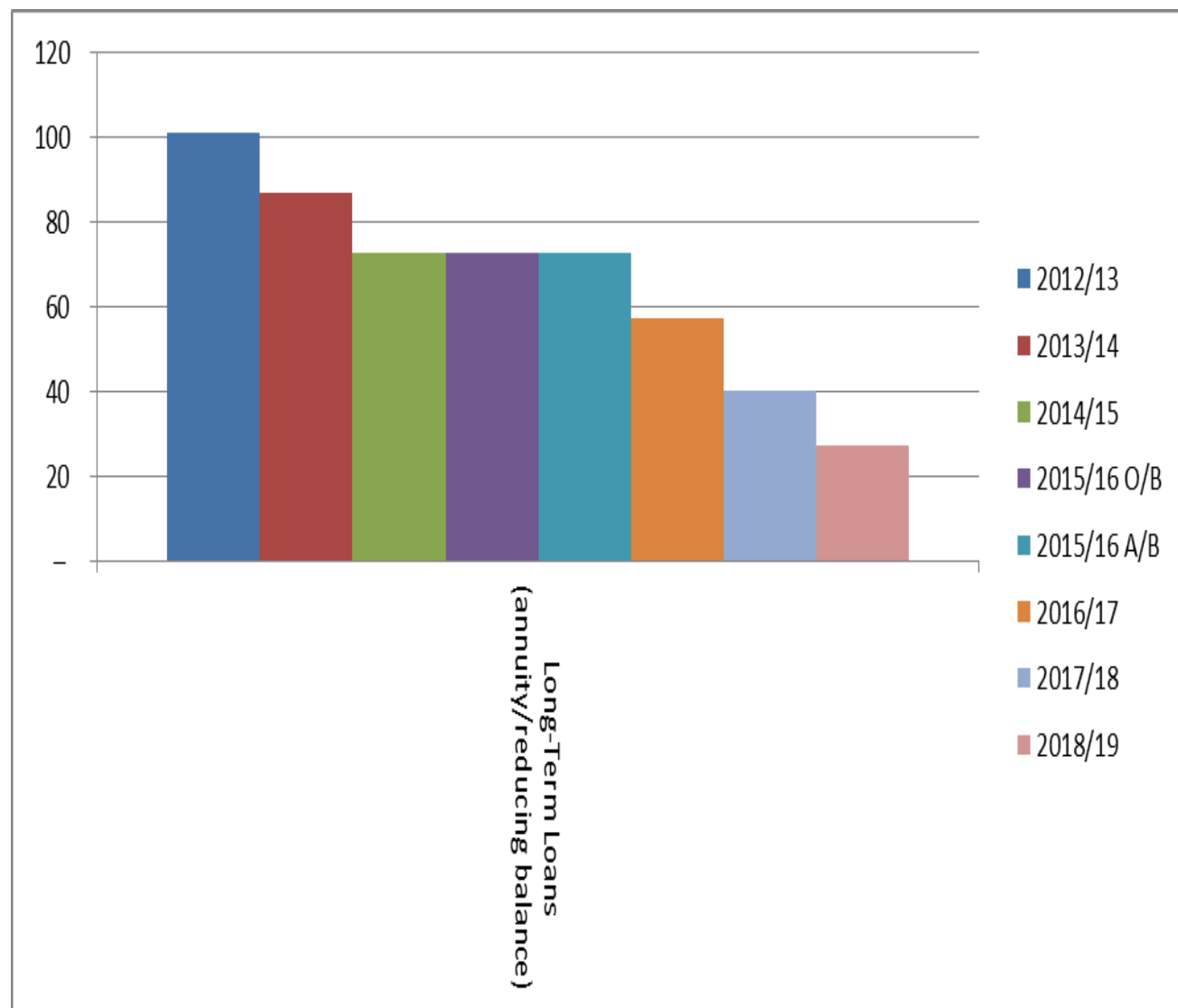


Figure 7 Growth in outstanding borrowing (long-term liabilities)

The municipality does not plan to borrow over the MTREF.

Table 31 MBRR Table SA 18 - Capital transfers and grants receipts

DC1 West Coast - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		75,641	77,093	80,010	86,057	86,057	86,057	86,904	88,699	94,710
Local Government Equitable Share		70,000	72,626	75,984	80,458	80,458	80,458	82,194	84,904	87,900
Finance Management		1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,000
Municipal Systems Improvement		1,000	890	934	930	930	930	-	-	3,124
EPWP Incentive		1,063	1,000	1,000	1,000	1,000	1,000	1,036	-	-
Rural asset management system		-	-	-	2,419	2,419	2,419	2,424	2,545	2,686
		-	-	-	-	-	-	-	-	-
Other		2,328	1,327	842	-	-	-	-	-	-
Provincial Government:		-	475	837	-	275	275	-	-	-
Financial management		-	-	-	-	180	180	-	-	-
Financial management		-	-	-	-	95	95	-	-	-
		-	-	-	-	-	-	-	-	-
Financial management		-	475	837	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	75,641	77,567	80,847	86,057	86,332	86,332	86,904	88,699	94,710
Capital Transfers and Grants										
National Government:		6,421	10,305	3,571	-	-	-	-	-	-
Regional Bulk Infrastructure		6,421	10,305	3,571	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert desc]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	6,421	10,305	3,571	-	-	-	-	-	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS		82,062	87,872	84,418	86,057	86,332	86,332	86,904	88,699	94,710

1.13.2 Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understanding for councilors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provide for as cash inflow based on actual performance. In other words the *actual collection rate* of billed revenue., and
- Separation of borrowing and loan repayments (no set-off), to assist with MFMA compliance assessment regarding the use of long term borrowing (debt).

Table 32 MBRR Table A7 - Budget cash flow statement

DC1 West Coast - Table A7 Budgeted Cash Flows

DCU West Coast - Table A7 Budgeted Cash Flows												
Description		Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates, penalties & collection charges			-	-	-	-	-	-	-	-	-	-
Service charges			88,353	92,630	107,439	110,708	110,708	110,708	110,708	112,744	92,507	98,820
Other revenue			73,271	118,183	129,492	133,657	133,657	133,657	133,657	140,187	136,262	142,824
Government - operating		1	82,062	87,872	84,418	86,057	86,057	86,057	86,057	86,904	88,699	94,710
Government - capital		1	6,421	-	-	-	-	-	-	-	-	-
Interest			8,899	10,025	13,526	8,277	8,277	8,277	8,277	8,691	9,125	9,581
Dividends			-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees			(198,315)	(257,187)	(265,199)	(307,033)	(307,033)	(291,681)	(291,681)	(321,763)	(316,766)	(336,086)
Finance charges			(10,793)	(11,726)	(10,454)	(10,664)	(10,664)	(10,131)	(10,131)	(9,299)	-	-
Transfers and Grants		1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES			49,897	39,797	59,223	21,002	21,002	36,887	36,887	17,465	9,827	9,850
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE			246	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current debtors			-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables			-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments			-	-	-	-	-	-	-	-	-	-
Payments												
Capital assets			(45,728)	(18,134)	(15,779)	(8,315)	(8,315)	(8,315)	(8,315)	(11,305)	(4,560)	(4,720)
NET CASH FROM/(USED) INVESTING ACTIVITIES			(45,482)	(18,134)	(15,779)	(8,315)	(8,315)	(8,315)	(8,315)	(11,305)	(4,560)	(4,720)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans			-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing			20,581	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits			-	-	-	-	-	-	-	-	-	-
Payments												
Repayment of borrowing			-	(11,861)	(13,516)	(14,127)	(14,127)	(14,127)	(14,127)	(15,493)	(17,004)	(12,853)
NET CASH FROM/(USED) FINANCING ACTIVITIES			20,581	(11,861)	(13,516)	(14,127)	(14,127)	(14,127)	(14,127)	(15,493)	(17,004)	(12,853)
NET INCREASE/ (DECREASE) IN CASH HELD			24,996	9,802	29,929	(1,441)	(1,441)	14,444	14,444	(9,332)	(11,737)	(7,724)
Cash/cash equivalents at the year begin:		2	134,240	159,237	169,038	169,038	169,038	169,038	169,038	198,967	189,635	177,898
Cash/cash equivalents at the year end:		2	159,237	169,038	198,967	167,598	167,598	183,483	183,483	189,635	177,898	170,174

The above table shows that cash and cash equivalents of the municipality equals a positive cash balance of R159.2 million in 2012/13 to R170 million in 2018/19. With the 2015/16 adjustments budget various cost efficiencies and savings had to be realised to ensure the municipality could meet its operational expenditure commitments.

1.13.3 Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 64 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality's budget must be 'funded'. Non-compliance with section 18 is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded (budgeted spending is greater than funds available or to be collected).

Table 33 MBRR Table A8 - Cash backed reserves/accumulated surplus reconciliation

DC1 West Coast - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Cash and investments available											
Cash/cash equivalents at the year end	1	159,237	169,038	198,967	167,598	167,598	183,483	183,483	189,635	177,898	170,174
Other current investments > 90 days		-	-	-	-	-	(15,885)	(15,885)	-	-	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		159,237	169,038	198,967	167,598	167,598	167,598	167,598	189,635	177,898	170,174
Application of cash and investments											
Unspent conditional transfers		1,725	472	366	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	6,487	(7,298)	(3,566)	5,728	6,652	6,652	6,652	28,113	17,911	11,433
Other provisions		71,322	68,955	64,745	77,663	77,663	77,663	77,663	80,974	89,928	100,842
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		79,534	62,129	61,545	83,391	84,315	84,315	84,315	109,087	107,839	112,276
Surplus(shortfall)		79,703	106,910	137,422	84,207	83,283	83,283	83,283	80,548	70,059	57,898

From the above table it can be seen that the cash available total R80 million in the 2016/17 financial year and progressively decreases to R57 million by 2017/18. The following is a breakdown of the application of this funding:

- Unspent conditional transfers (grants) are automatically assumed to be an obligation as the municipality has received government transfers in advance of meeting the conditions. Ordinarily, unless there are special circumstances, the municipality is obligated to return unspent conditional grant funds to the national revenue fund at the

- end of the financial year. In the past these have been allowed to 'roll-over' and be spent in the ordinary course of business, but this practice has been discontinued.
- There is no unspent borrowing from the previous financial years. In terms of the municipality's Borrowing and Investments Policy, borrowings are only drawn down once the expenditure has been incurred against the particular project. Unspent borrowing is ring-fenced and reconciled on a monthly basis to ensure no unnecessary liabilities are incurred.
 - Against other provisions an amount R80 million has been provided for the 2016/17 financial year and these increases to R100 million by 2018/19. This liability is informed by, amongst others, the supplementary pension liability.

It can be concluded that the municipality has a surplus against the cash backed and accumulated surpluses reconciliation. The 2016/17 MTREF has been informed by ensuring the financial plan meets the minimum requirements of the MFMA.

The following graph supplies an analysis of the activities relating cash and cash equivalent over a seven year perspective.

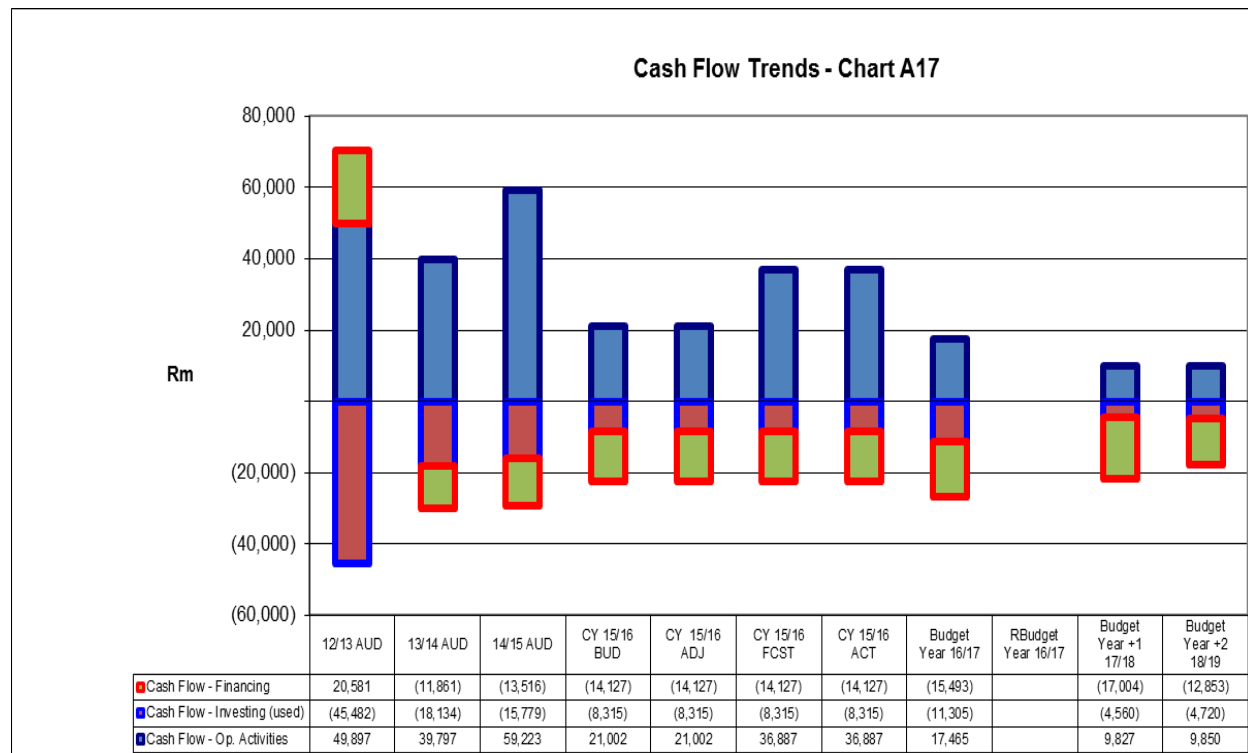


Figure 8 Cash and cash equivalents activities

1.13.4 Funding compliance measurement

National Treasury requires that the municipality assess its financial sustainability against fourteen different measures that look at various aspects of the financial health of the municipality. These measures are contained in the following table. All the information comes directly from the annual budgeted statements of financial performance, financial position and cash flows. The funding compliance measurement table essentially measures the degree to

which the proposed budget complies with the funding requirements of the MFMA. Each of the measures is discussed below.

Table 34 MBRR SA10 – Funding compliance measurement

DC1 West Coast Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Funding measures												
Cash/cash equivalents at the year end - R'000	18(1)b	1	159,237	169,038	198,967	167,598	167,598	183,483	183,483	189,635	177,898	170,174
Cash + investments at the yr end less applications - R'000	18(1)b	2	79,703	106,910	137,422	84,207	83,283	83,283	83,283	80,548	70,059	57,898
Cash year end/monthly employee/supplier payments	18(1)b	3	8.2	8.9	9.3	6.8	6.2	7.1	7.1	7.4	7.3	6.5
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	(1.2%)	10.0%	(3.0%)	(6.0%)	(6.0%)	(6.0%)	(4.2%)	(24.0%)	0.8%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	97.4%	103.7%	102.8%	100.0%	89.4%	89.4%	89.4%	100.0%	100.0%	100.0%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	0.0%	0.0%	0.3%	0.7%	0.7%	0.6%	0.6%	0.4%	0.5%	0.5%
Capital payments % of capital expenditure	18(1)c:19	8	100.0%	102.8%	97.7%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	52.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Gov't. legislated/gazetted allocations	18(1)a	10								100.0%	100.0%	100.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	18.2%	(22.0%)	(46.3%)	0.0%	0.0%	0.0%	(14.2%)	(10.2%)	(11.6%)
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	39.4%	(100.0%)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	7.5%	12.2%	15.9%	11.9%	20.2%	19.2%	16.0%	16.1%	14.1%	14.8%
Asset renewal al % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

1.13.4.1 Cash/cash equivalent position

The municipality's forecast cash position was discussed as part of the budgeted cash flow statement. A 'positive' cash position, for each year of the MTREF would generally be a minimum requirement, subject to the planned application of these funds such as cash-backing of reserves and working capital requirements.

The forecasted cash and cash equivalents for the 2016/17 MTREF shows R189 million, R177 million and R170 million for each respective financial year.

1.13.4.2 Cash less application of funds

The purpose of this measure is to understand how the municipality has applied the available cash as identified in the budgeted cash flow statement. The detail reconciliation of the cash backed reserves/surpluses is contained in Table 17, on page 36. The reconciliation is intended to be a relatively simple methodology for understanding the budgeted amount of cash and investments available with any planned or required applications to be made. This has been extensively discussed above.

1.13.4.3 Monthly average payments covered by cash or cash equivalents

The purpose of this measure is to understand the level of financial risk should the municipality be under stress from a collection and cash in-flow perspective. Regardless of the annual cash position an evaluation should be made of the ability of the municipality to meet monthly payments as and when they fall due. Notably, the ratio is steady.

1.13.4.4 Surplus/deficit

The main purpose of this measure is to understand if the revenue levels are sufficient to conclude that the community is making a sufficient contribution for the municipal resources consumed each year. For the 2016/17 MTREF the indicative outcome is a surplus of R2 million.

It needs to be noted that a surplus does not necessarily mean that the budget is funded from a cash flow perspective and the first two measures in the table are therefore critical.

1.13.4.5 Cash receipts as a percentage of ratepayer and other revenue

This factor is a macro measure of the rate at which funds are 'collected'. This measure is intended to analyze the underlying assumed collection rate for the MTREF to determine the relevance and credibility of the budget assumptions contained in the budget. It can be seen that the outcome is at 100 per cent for each of the respective financial years. Given that the assumed collection rate was based on a 98 per cent performance target, the cash flow statement has been conservatively determined. Should performance with the mid-year review and adjustments, be positive in relation to actual collections of billed revenue, the adjustments budget will be amended accordingly.

1.13.4.6 Debt impairment expense as a percentage of billable revenue

This factor measures whether the provision for debt impairment is being adequately funded and is based on the underlying assumption that the provision for debt impairment has to be increased to offset under-collection of billed revenues. Considering the municipality is a bulk water supplier to local municipalities this ratio is less than 0%.

1.13.4.7 Capital payments percentage of capital expenditure

The purpose of this measure is to determine whether the timing of payments has been taken into consideration when forecasting the cash position. The municipality aims to keep this as low as possible through strict compliance with the legislative requirement that debtors be paid within 30 days.

1.13.4.8 Borrowing as a percentage of capital expenditure (excluding transfers, grants and contributions)

The purpose of this measurement is to determine the proportion of a municipality's 'own-funded' capital expenditure budget that is being funded from borrowed funds to confirm MFMA compliance. Externally funded expenditure (by transfers/grants and contributions) has been excluded. It can be seen that borrowing equates to 0 per cent of own funded capital.

1.13.4.9 Transfers/grants revenue as a percentage of Government transfers/grants available

The purpose of this measurement is mainly to ensure that all available transfers from national and provincial government have been budgeted for. A percentage less than 100 per cent could indicate that not all grants as contained in the Division of Revenue Act (DORA) have been budgeted for. The municipality has budgeted for all transfers.

1.13.4.10 Consumer debtors change (Current and Non-current)

The purpose of these measures is to ascertain whether budgeted reductions in outstanding debtors are realistic. There are 2 measures shown for this factor; the change in current debtors and the change in long term receivables, both from the Budgeted Financial Position.

1.13.4.11 Repairs and maintenance expenditure level

This measure must be considered important within the context of the funding measures criteria because a trend that indicates insufficient funds are being committed to asset repair could also indicate that the overall budget is not credible and/or sustainable in the medium to long term because the revenue budget is not being protected. Details of the municipality's strategy pertaining to asset management and repairs and maintenance are contained in Table 49 MBRR SA34c on page 84.

1.14 Expenditure on grants and reconciliations of unspent funds

Table 35 MBRR SA19 - Expenditure on transfers and grant programs

DC1 West Coast - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
EXPENDITURE:	1									
Operating expenditure of Transfers and Grants										
National Government:		75,641	77,093	80,010	86,057	86,057	86,057	86,904	88,699	94,710
Local Government Equitable Share		70,000	72,626	75,984	80,458	80,458	80,458	82,194	84,904	87,900
Finance Management		1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,000
Municipal Systems Improvement		1,000	890	934	930	930	930	-	-	3,124
EPWP Incentive		1,063	1,000	1,000	1,000	1,000	1,000	1,036	-	-
Rural asset management system		-	-	-	2,419	2,419	2,419	2,424	2,545	2,686
-		-	-	-	-	-	-	-	-	-
Other		2,328	1,327	842	-	-	-	-	-	-
Provincial Government:		-	475	837	-	275	275	-	-	-
Financial management		-	-	-	-	180	180	-	-	-
Financial management		-	-	-	-	95	95	-	-	-
-		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Financial management		-	475	837	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants		75,641	77,567	80,847	86,057	86,332	86,332	86,904	88,699	94,710
Capital expenditure of Transfers and Grants										
National Government:		6,421	10,305	3,571	-	-	-	-	-	-
Regional Bulk Infrastructure		6,421	10,305	3,571	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert desc]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		6,421	10,305	3,571	-	-	-	-	-	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		82,062	87,872	84,418	86,057	86,332	86,332	86,904	88,699	94,710

Table 36 MBRR SA 20 - Reconciliation between of transfers, grant receipts and unspent funds

DC1 West Coast - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
Operating transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		75,641	77,093	80,509	81,374	81,374	81,374	86,904	88,699	94,710
Conditions met - transferred to revenue		75,641	77,093	80,509	81,374	81,374	81,374	86,904	88,699	94,710
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Provincial Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	475	837	615	890	890	-	-	-
Conditions met - transferred to revenue		-	475	837	615	890	890	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
District Municipality:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Other grant providers:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	4,069	4,069	4,069	-	-	-
Conditions met - transferred to revenue		-	-	-	4,069	4,069	4,069	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Total operating transfers and grants revenue		75,641	77,567	81,347	86,057	86,332	86,332	86,904	88,699	94,710
Total operating transfers and grants - CTBM	2	-	-	-	-	-	-	-	-	-
Capital transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		6,421	10,305	3,072	-	-	-	-	-	-
Conditions met - transferred to revenue		6,421	10,305	3,072	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Provincial Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
District Municipality:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Other grant providers:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Total capital transfers and grants revenue		6,421	10,305	3,072	-	-	-	-	-	-
Total capital transfers and grants - CTBM	2	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE		82,062	87,872	84,418	86,057	86,332	86,332	86,904	88,699	94,710
TOTAL TRANSFERS AND GRANTS - CTBM		-	-	-	-	-	-	-	-	-

1.15 Councillor and employee benefits

Table 37 MBRR SA22 - Summary of councillor and staff benefits

DC1 West Coast - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
	1	A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3,158	4,280	3,529	4,095	4,095	3,890	4,889	4,462	4,685
Pension and UIF Contributions		438	157	245	286	286	272	374	322	338
Medical Aid Contributions		–	–	114	83	83	79	118	124	130
Motor Vehicle Allowance		878	410	482	560	560	532	547	457	479
Cellphone Allowance		183	180	222	263	263	249	360	324	340
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		34	18	668	644	644	612	660	693	728
Sub Total - Councillors		4,691	5,045	5,260	5,931	5,931	5,635	6,947	6,381	6,701
% Increase	4		7.6%	4.3%	12.8%	–	(5.0%)	23.3%	(8.1%)	5.0%
Senior Managers of the Municipality										
Basic Salaries and Wages	2	3,913	4,068	4,332	4,596	4,596	4,366	5,260	5,680	6,135
Pension and UIF Contributions		198	325	340	370	370	351	102	111	119
Medical Aid Contributions		62	110	117	115	115	109	133	144	155
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		192	170	246	326	326	310	263	284	307
Motor Vehicle Allowance	3	382	414	462	338	338	321	463	500	540
Cellphone Allowance	3	78	64	81	61	61	58	81	87	94
Housing Allowances	3	–	–	–	–	–	–	–	–	–
Other benefits and allowances	3	–	17	0	36	36	34	–	–	–
Payments in lieu of leave	3	83	–	–	–	–	–	–	–	–
Long service awards		–	–	72	–	–	–	110	–	–
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		4,906	5,168	5,650	5,841	5,841	5,549	6,412	6,806	7,351
% Increase	4		5.4%	9.3%	3.4%	–	(5.0%)	15.6%	6.1%	8.0%
Other Municipal Staff										
Basic Salaries and Wages		60,652	66,569	74,050	84,128	84,308	80,093	88,031	91,675	96,089
Pension and UIF Contributions		10,420	15,841	13,094	14,899	14,899	14,154	15,583	16,290	17,102
Medical Aid Contributions		–	–	4,713	5,119	5,119	4,863	5,985	6,204	6,510
Overtime		4,396	3,565	6,011	3,659	3,659	3,476	3,153	3,248	3,410
Performance Bonus		2,143	1,898	2,407	6,784	6,784	6,445	4,458	4,823	5,055
Motor Vehicle Allowance	3	5,384	5,610	6,306	5,989	5,989	5,690	7,119	7,427	7,784
Cellphone Allowance	3	770	825	634	769	769	730	649	690	722
Housing Allowances	3	510	312	480	516	516	491	1,334	1,401	1,471
Other benefits and allowances	3	6,313	4,643	7,886	11,360	11,360	10,792	3,097	10,020	10,346
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		423	368	–	–	–	–	–	–	–
Post-retirement benefit obligations	6	14,963	13,137	7,723	15,190	15,190	14,431	22,236	15,302	17,579
Sub Total - Other Municipal Staff		105,975	112,768	123,305	148,414	148,594	141,164	151,645	157,080	166,066
% Increase	4		6.4%	9.3%	20.4%	0.1%	(5.0%)	7.4%	3.6%	5.7%
Total Parent Municipality		115,571	122,982	134,215	160,187	160,367	152,348	165,004	170,267	180,118
			6.4%	9.1%	19.4%	0.1%	(5.0%)	8.3%	3.2%	5.8%
Board Members of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–	–	–
Pension and UIF Contributions		–	–	–	–	–	–	–	–	–
Medical Aid Contributions		–	–	–	–	–	–	–	–	–
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	3	–	–	–	–	–	–	–	–	–
Cellphone Allowance	3	–	–	–	–	–	–	–	–	–
Housing Allowances	3	–	–	–	–	–	–	–	–	–
Other benefits and allowances	3	–	–	–	–	–	–	–	–	–
Board Fees	3	–	–	–	–	–	–	–	–	–
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Sub Total - Board Members of Entities		–	–	–	–	–	–	–	–	–
% Increase	4		–	–	–	–	–	–	–	–
Senior Managers of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–	–	–
Pension and UIF Contributions		–	–	–	–	–	–	–	–	–
Medical Aid Contributions		–	–	–	–	–	–	–	–	–
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	3	–	–	–	–	–	–	–	–	–
Cellphone Allowance	3	–	–	–	–	–	–	–	–	–
Housing Allowances	3	–	–	–	–	–	–	–	–	–
Other benefits and allowances	3	–	–	–	–	–	–	–	–	–
Payments in lieu of leave	3	–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–	–	–
% Increase	4		–	–	–	–	–	–	–	–
Other Staff of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–	–	–
Pension and UIF Contributions		–	–	–	–	–	–	–	–	–
Medical Aid Contributions		–	–	–	–	–	–	–	–	–
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	3	–	–	–	–	–	–	–	–	–
Cellphone Allowance	3	–	–	–	–	–	–	–	–	–
Housing Allowances	3	–	–	–	–	–	–	–	–	–
Other benefits and allowances	3	–	–	–	–	–	–	–	–	–
Payments in lieu of leave	3	–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–	–	–
% Increase	4		–	–	–	–	–	–	–	–
Total Municipal Entities		–	–	–	–	–	–	–	–	–
TOTAL SALARY, ALLOWANCES & BENEFITS										
		115,571	122,982	134,215	160,187	160,367	152,348	165,004	170,267	180,118
% Increase	4		6.4%	9.1%	19.4%	0.1%	(5.0%)	8.3%	3.2%	5.8%
TOTAL MANAGERS AND STAFF	5.7	110,881	117,936	128,955	154,256	154,436	146,714	158,057	163,886	173,417

Table 38 MBRR SA23 - Salaries, allowances and benefits (political office bearers/councilor's/ senior managers)

DC1 West Coast - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)

Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum				1.				2.
Councillors	3							
Speaker	4		372,886	-	61,691			434,577
Chief Whip			-	-	-			-
Executive Mayor			551,039	-	37,691			588,730
Deputy Executive Mayor			521,324	110,935	37,691			669,950
Executive Committee			1,713,647	187,893	357,524			2,259,064
Total for all other councillors			1,730,064	193,092	1,071,883			2,995,039
Total Councillors	8	-	4,888,960	491,920	1,566,480			6,947,360
Senior Managers of the Municipality	5							
Municipal Manager (MM)			1,719,226	42,681	215,784	85,961		2,063,652
Chief Finance Officer			1,098,452	144,601	158,070	54,923		1,456,046
Director - Corporate and Community Services			1,250,255	-	140,184	62,513		1,452,952
Director - Technical Services			1,191,742	47,784	140,184	59,587		1,439,297
			-	-	-	-		-
			-	-	-	-		-
List of each official with packages >= senior manager								
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
Total Senior Managers of the Municipality	8,10	-	5,259,675	235,066	654,222	262,984		6,411,947
A Heading for Each Entity	6,7							
List each member of board by designation								
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
			-	-	-	-		-
Total for municipal entities	8,10	-	-	-	-	-		-
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	10	-	10,148,635	726,986	2,220,702	262,984		13,359,307

Table 39 MBRR SA24 – Summary of personnel numbers

DC1 West Coast - Supporting Table SA24 Summary of personnel numbers

Summary of Personnel Numbers	Ref	2014/15			Current Year 2015/16			Budget Year 2016/17		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities										
Councillors (Political Office Bearers plus Other Councillors)		26	7	19	26	7	19	27	7	20
Board Members of municipal entities	4	-	-	-	-	-	-	-	-	-
Municipal employees	5	-	-	-	-	-	-	-	-	-
Municipal Manager and Senior Managers	3	4	4	-	4	4	-	4	4	-
Other Managers	7	18	18	1	18	18	1	18	18	1
Professionals		186	177	176	188	177	176	188	177	176
Finance		24	24	5	26	24	5	26	24	5
Spatial/town planning		1	1	-	1	1	-	1	1	-
Information Technology		2	2	-	2	2	-	2	2	-
Roads		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Other		159	150	171	159	150	171	159	150	171
Technicians		313	303	79	313	303	79	313	303	79
Finance		-	-	-	-	-	-	-	-	-
Spatial/town planning		-	-	-	-	-	-	-	-	-
Information Technology		-	-	-	-	-	-	-	-	-
Roads		202	202	71	202	202	71	202	202	71
Electricity		-	-	-	-	-	-	-	-	-
Water		111	101	8	111	101	8	111	101	8
Sanitation		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Clerks (Clerical and administrative)		-	-	-	-	-	-	-	-	-
Service and sales workers		-	-	-	-	-	-	-	-	-
Skilled agricultural and fishery workers		-	-	-	-	-	-	-	-	-
Craft and related trades		-	-	-	-	-	-	-	-	-
Plant and Machine Operators		29	24	1	29	24	1	29	24	1
Elementary Occupations		-	-	-	-	-	-	-	-	-
TOTAL PERSONNEL NUMBERS	9	576	533	276	578	533	276	579	533	277
% increase					0.3%	-	-	0.2%	-	0.4%
Total municipal employees headcount	6, 10	-	-	-	-	-	-	-	-	-
Finance personnel headcount	8, 10	23	23	5	24	24	5	26	24	5
Human Resources personnel headcount	8, 10	4	4	4	4	4	4	4	4	4

1.16 Monthly targets for revenue, expenditure and cash flow

Table 40 MBRR SA25 - Budgeted monthly revenue and expenditure

DC1 West Coast - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand																
Revenue By Source																
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue		15,784	5,637	6,765	6,765	5,637	16,912	10,147	10,147	15,784	2,255	7,892	9,020	112,744	92,507	98,820
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		463	165	198	198	165	496	297	297	463	66	231	264	3,304	3,469	3,643
Interest earned - external investments		1,213	433	520	520	433	1,299	780	780	1,213	173	606	693	8,663	9,096	9,550
Interest earned - outstanding debtors		4	1	2	2	1	4	3	3	4	1	2	2	28	30	31
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits		3	1	1	1	1	3	2	2	3	0	1	2	20	21	22
Agency services		17,607	6,288	7,546	7,546	6,288	18,865	11,319	11,319	17,607	2,515	8,803	10,061	125,764	121,260	127,072
Transfers recognised - operational		12,167	4,345	5,214	5,214	4,345	13,036	7,821	7,821	12,167	1,738	6,083	6,952	86,904	88,699	94,710
Other revenue		1,554	555	666	666	555	1,665	999	999	1,554	222	777	888	11,099	11,511	12,087
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		48,794	17,426	20,912	20,912	17,426	52,279	31,367	31,367	48,794	6,971	24,397	27,882	348,526	326,593	345,935
Expenditure By Type																
Employee related costs		11,064	9,483	11,064	15,806	14,225	17,386	7,903	3,161	17,386	25,289	15,806	9,483	158,057	163,886	173,417
Remuneration of councillors		486	417	486	695	625	764	347	139	764	1,112	695	417	6,947	6,381	6,701
Debt impairment		31	26	31	44	40	49	22	9	49	71	44	26	441	463	486
Depreciation & asset impairment		1,012	868	1,012	1,446	1,301	1,591	723	289	1,591	2,314	1,446	868	14,461	7,010	7,360
Finance charges		651	558	651	930	837	1,023	465	186	1,023	1,488	930	558	9,299	-	-
Bulk purchases		721	618	721	1,030	927	1,133	515	206	1,133	1,648	1,030	618	10,300	10,815	11,356
Other materials		3,858	3,307	3,858	5,511	4,960	6,062	2,756	1,102	6,062	8,818	5,511	3,307	55,111	48,007	50,208
Contracted services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure		6,394	5,481	6,394	9,135	8,221	10,048	4,567	1,827	10,048	14,615	9,135	5,481	91,347	87,677	94,404
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		24,217	20,758	24,217	34,596	31,137	38,056	17,298	6,919	38,056	55,354	34,596	20,758	345,963	324,239	343,932
Surplus/(Deficit)		24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003
Transfers recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003

Table 41 MBRR SA26 - Budgeted monthly revenue and expenditure (municipal vote)

DC1 West Coast - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand																
Revenue by Vote																
Vote 1 - COMMUNITY SERVICES		12,530	4,475	5,370	5,370	4,475	13,425	8,055	8,055	12,530	1,790	6,265	7,160	89,503	91,317	97,400
Vote 2 - SUBSIDISED SERVICES		2,149	767	921	921	767	2,302	1,381	1,381	2,149	307	1,074	1,228	15,350	16,086	16,949
Vote 3 - ECONOMIC SERVICES		463	165	198	198	165	496	297	297	463	66	231	264	3,304	3,469	3,643
Vote 4 - HOUSING SERVICES		286	102	123	123	102	306	184	184	286	41	143	163	2,043	2,145	2,252
Vote 5 - TRADING SERVICES		15,759	5,628	6,754	6,754	5,628	16,884	10,131	10,131	15,759	2,251	7,879	9,005	112,563	92,316	98,619
Vote 6 - AGENCIES		17,607	6,288	7,546	7,546	6,288	18,865	11,319	11,319	17,607	2,515	8,803	10,061	125,764	121,260	127,072
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote		48,794	17,426	20,912	20,912	17,426	52,279	31,367	31,367	48,794	6,971	24,397	27,882	348,526	326,593	345,935
Expenditure by Vote to be appropriated																
Vote 1 - COMMUNITY SERVICES		4,761	4,080	4,761	6,801	6,121	7,481	3,400	1,360	7,481	10,881	6,801	4,080	68,008	67,379	72,284
Vote 2 - SUBSIDISED SERVICES		3,936	3,374	3,936	5,623	5,061	6,185	2,811	1,125	6,185	8,997	5,623	3,374	56,229	58,827	61,770
Vote 3 - ECONOMIC SERVICES		335	287	335	479	431	527	239	96	527	766	479	287	4,787	5,026	5,277
Vote 4 - HOUSING SERVICES		91	78	91	130	117	143	65	26	143	208	130	78	1,297	1,362	1,430
Vote 5 - TRADING SERVICES		7,130	6,112	7,130	10,186	9,168	11,205	5,093	2,037	11,205	16,298	10,186	6,112	101,863	81,968	88,242
Vote 6 - AGENCIES		7,965	6,827	7,965	11,378	10,240	12,516	5,689	2,276	12,516	18,205	11,378	6,827	113,779	109,677	114,929
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		24,217	20,758	24,217	34,596	31,137	38,056	17,298	6,919	38,056	55,354	34,596	20,758	345,963	324,239	343,932
Surplus/(Deficit) before assoc.		24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003

Table 42 MBRR SA27 - Budgeted monthly revenue and expenditure (standard classification)

DC1 West Coast - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand																
Revenue - Standard																
Governance and administration		11,585	4,138	4,965	4,965	4,138	12,413	7,448	7,448	11,585	1,655	5,793	6,620	82,752	85,205	90,923
Executive and council		296	106	127	127	106	318	191	191	296	42	148	169	2,117	2,223	5,458
Budget and treasury office		11,288	4,032	4,838	4,838	4,032	12,095	7,257	7,257	11,288	1,613	5,644	6,450	80,630	82,977	85,460
Corporate services		1	0	0	0	0	1	0	0	1	0	0	0	5	6	6
Community and public safety		3,640	1,300	1,560	1,560	1,300	3,900	2,340	2,340	3,640	520	1,820	2,080	25,997	26,289	27,722
Community and social services		463	165	198	198	165	496	297	297	463	66	231	264	3,304	3,469	3,643
Sport and recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Public safety		1,650	589	707	707	589	1,767	1,060	1,060	1,650	236	825	943	11,783	12,340	13,017
Housing		286	102	123	123	102	306	184	184	286	41	143	163	2,043	2,145	2,252
Health		1,241	443	532	532	443	1,330	798	798	1,241	177	621	709	8,867	8,334	8,810
Economic and environmental services		17,607	6,288	7,546	7,546	6,288	18,865	11,319	11,319	17,607	2,515	8,803	10,061	125,764	121,260	127,072
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		17,607	6,288	7,546	7,546	6,288	18,865	11,319	11,319	17,607	2,515	8,803	10,061	125,764	121,260	127,072
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		15,962	5,701	6,841	6,841	5,701	17,102	10,261	10,261	15,962	2,280	7,981	9,121	114,013	93,838	100,218
Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Water		15,962	5,701	6,841	6,841	5,701	17,102	10,261	10,261	15,962	2,280	7,981	9,121	114,013	93,838	100,218
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue - Standard		48,794	17,426	20,912	20,912	17,426	52,279	31,367	31,367	48,794	6,971	24,397	27,882	348,526	326,593	345,935
Expenditure - Standard																
Governance and administration		4,031	3,455	4,031	5,758	5,182	6,334	2,879	1,152	6,334	9,213	5,758	3,455	57,579	57,912	62,282
Executive and council		1,555	1,333	1,555	2,221	1,999	2,443	1,110	444	2,443	3,553	2,221	1,333	22,209	22,330	23,457
Budget and treasury office		1,682	1,442	1,682	2,403	2,163	2,643	1,202	481	2,643	3,845	2,403	1,442	24,032	23,961	26,623
Corporate services		794	680	794	1,134	1,020	1,247	567	227	1,247	1,814	1,134	680	11,338	11,621	12,202
Community and public safety		4,488	3,847	4,488	6,412	5,770	7,053	3,206	1,282	7,053	10,258	6,412	3,847	64,116	65,566	68,899
Community and social services		335	287	335	479	431	527	239	96	527	766	479	287	4,787	5,026	5,277
Sport and recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Public safety		2,615	2,242	2,615	3,736	3,362	4,110	1,868	747	4,110	5,978	3,736	2,242	37,360	39,085	41,040
Housing		91	78	91	130	117	143	65	26	143	208	130	78	1,297	1,362	1,430
Health		1,447	1,240	1,447	2,067	1,860	2,274	1,034	413	2,274	3,307	2,067	1,240	20,672	20,092	21,151
Economic and environmental services		8,182	7,013	8,182	11,688	10,520	12,857	5,844	2,338	12,857	18,702	11,688	7,013	116,884	112,931	118,353
Planning and development		217	186	217	311	280	342	155	62	342	497	311	186	3,106	3,254	3,424
Road transport		7,965	6,827	7,965	11,378	10,240	12,516	5,689	2,276	12,516	18,205	11,378	6,827	113,779	109,677	114,929
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		7,517	6,443	7,517	10,738	9,665	11,812	5,369	2,148	11,812	17,181	10,738	6,443	107,384	87,831	94,399
Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Water		7,517	6,443	7,517	10,738	9,665	11,812	5,369	2,148	11,812	17,181	10,738	6,443	107,384	87,831	94,399
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure - Standard		24,217	20,758	24,217	34,596	31,137	38,056	17,298	6,919	38,056	55,354	34,596	20,758	345,963	324,239	343,932
Surplus/(Deficit) before assoc.		24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit)	1	24,576	(3,331)	(3,306)	(13,685)	(13,710)	14,223	14,069	24,448	10,738	(48,384)	(10,199)	7,124	2,563	2,354	2,003

Table 43 MBRR SA28 - Budgeted monthly capital expenditure (municipal vote)

DC1 West Coast - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand																
Multi-year expenditure to be appropriated	1															
Vote 1 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - SUBSIDISED SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - ECONOMIC SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - HOUSING SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - TRADING SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - AGENCIES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated																
Vote 1 - COMMUNITY SERVICES		30	30	36	36	42	59	59	48	65	95	59	36	594	-	-
Vote 2 - SUBSIDISED SERVICES		145	145	174	174	203	290	290	232	320	465	290	174	2,905	-	-
Vote 3 - ECONOMIC SERVICES		6	6	7	7	8	12	12	9	13	19	12	7	116	-	-
Vote 4 - HOUSING SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - TRADING SERVICES		385	385	461	461	538	769	769	615	846	1,230	769	461	7,690	4,560	4,720
Vote 6 - AGENCIES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	2	565	565	678	678	791	1,130	1,130	904	1,244	1,809	1,130	678	11,305	4,560	4,720
Total Capital Expenditure	2	565	565	678	678	791	1,130	1,130	904	1,244	1,809	1,130	678	11,305	4,560	4,720

Table 44 MBRR SA29 - Budgeted monthly capital expenditure (standard classification)

DC1 West Coast - Supporting Table SA29 Budgeted monthly capital expenditure (standard classification)

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Capital Expenditure - Standard	1															
<i>Governance and administration</i>		29	29	35	35	40	58	58	46	63	92	58	35	576	-	-
Executive and council		1	1	1	1	1	1	1	1	1	2	1	1	10	-	-
Budget and treasury office		28	28	34	34	40	57	57	45	62	91	57	34	566	-	-
Corporate services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		152	152	182	182	213	304	304	243	334	486	304	182	3,039	-	-
Community and social services		6	6	7	7	8	12	12	9	13	19	12	7	116	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		145	145	174	174	203	289	289	232	318	463	289	174	2,895	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		1	1	2	2	2	3	3	2	3	4	3	2	28	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		385	385	461	461	538	769	769	615	846	1,230	769	461	7,690	4,560	4,720
Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water		385	385	461	461	538	769	769	615	846	1,230	769	461	7,690	4,560	4,720
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	2	565	565	678	678	791	1,130	1,130	904	1,244	1,809	1,130	678	11,305	4,560	4,720
Funded by:																
National Government		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Provincial Government		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		565	565	678	678	791	1,130	1,130	904	1,244	1,809	1,130	678	11,305	4,560	4,720
Total Capital Funding		565	565	678	678	791	1,130	1,130	904	1,244	1,809	1,130	678	11,305	4,560	4,720

Table 45 MBRR SA30 - Budgeted monthly cash flow

DC1 West Coast - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Cash Receipts By Source													1		
Property rates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	15,784	5,637	6,765	6,765	5,637	16,912	10,147	10,147	15,784	2,255	7,892	9,020	112,744	92,507	98,820
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	463	165	198	198	165	496	297	297	463	66	231	264	3,304	3,469	3,643
Interest earned - external investments	1,213	433	520	520	433	1,299	780	780	1,213	173	606	693	8,663	9,096	9,550
Interest earned - outstanding debtors	4	1	2	2	1	4	3	3	4	1	2	2	28	30	31
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits	3	1	1	1	1	3	2	2	3	0	1	2	20	21	22
Agency services	17,607	6,288	7,546	7,546	6,288	18,865	11,319	11,319	17,607	2,515	8,803	10,061	125,764	121,260	127,072
Transfer receipts - operational	12,167	4,345	5,214	5,214	4,345	13,036	7,821	7,821	12,167	1,738	6,083	6,952	86,904	88,699	94,710
Other revenue	1,554	555	666	666	555	1,665	999	999	1,554	222	777	888	11,099	11,511	12,087
Cash Receipts by Source	48,794	17,426	20,912	20,912	17,426	52,279	31,367	31,367	48,794	6,971	24,397	27,882	348,526	326,593	345,935
Other Cash Flows by Source															
Transfer receipts - capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & Contributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) other non-current receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	48,794	17,426	20,912	20,912	17,426	52,279	31,367	31,367	48,794	6,971	24,397	27,882	348,526	326,593	345,935
Cash Payments by Type															
Employee related costs	11,064	9,483	11,064	15,806	14,225	17,386	7,903	3,161	17,386	25,289	15,806	9,483	158,057	163,886	173,417
Remuneration of councillors	486	417	486	695	625	764	347	139	764	1,112	695	417	6,947	6,381	6,701
Finance charges	651	558	651	930	837	1,023	465	186	1,023	1,488	930	558	9,299	-	-
Bulk purchases - Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Water & Sewer	721	618	721	1,030	927	1,133	515	206	1,133	1,648	1,030	618	10,300	10,815	11,356
Other materials	3,858	3,307	3,858	5,511	4,960	6,062	2,756	1,102	6,062	8,818	5,511	3,307	55,111	48,007	50,208
Contracted services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	6,394	5,481	6,394	9,135	8,221	10,048	4,567	1,827	10,048	14,615	9,135	5,481	91,347	87,677	94,404
Cash Payments by Type	23,174	19,864	23,174	33,106	29,796	36,417	16,553	6,621	36,417	52,970	33,106	19,864	331,061	316,766	336,086
Other Cash Flows/Payments by Type															
Capital assets	565	565	678	678	791	1,130	1,130	904	1,244	1,809	1,130	678	11,305	4,560	4,720
Repayment of borrowing	5,164	-	-	-	-	5,164	-	-	-	-	-	5,164	15,493	17,004	12,853
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	28,904	20,429	23,853	33,784	30,587	42,711	17,684	7,526	37,660	54,779	34,237	25,706	357,859	338,330	353,659
NET INCREASE/(DECREASE) IN CASH HELD	19,890	(3,003)	(2,941)	(12,873)	(13,161)	9,568	13,684	23,842	11,133	(47,808)	(9,840)	2,176	(9,332)	(11,737)	(7,724)
Cash/cash equivalents at the month/year begin:	198,967	218,857	215,855	212,914	200,041	186,880	196,448	210,132	233,973	245,107	197,299	187,459	198,967	189,635	177,898
Cash/cash equivalents at the month/year end:	218,857	215,855	212,914	200,041	186,880	196,448	210,132	233,973	245,107	197,299	187,459	189,635	189,635	177,898	170,174

1.16 Annual budgets and SDBIPs – internal departments

1.16.1 Water Services Department – Vote 5

The department is primarily responsible for the distribution of bulk water, which includes the purification of raw water, maintenance of the reticulation network and implementation of the departmental capital programme.

Table 46 Water Services Department – total operating revenue, total expenditure by type and total capital expenditure

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Revenue by Vote	1									
Vote 5 - TRADING SERVICES		89,171	105,236	111,043	110,535	110,535	110,535	112,563	92,316	98,619
Expenditure by Vote to be appropriated	1									
Vote 5 - TRADING SERVICES		75,233	83,565	83,411	107,079	107,079	101,725	101,863	81,968	88,242
Surplus/(Deficit) for the year	2	13,938	21,671	27,632	3,456	3,456	8,810	10,700	10,348	10,377

Table 47 Water Services Department – Performance objectives and indicators. This table will be adjusted in the final budget.

Description	Unit of measurement	2011/12	2012/13	2013/14	Current Year 2014/15			2015/16 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18

Vote 5 - Water Works

Comply 100% with water quality parameters as per SANS 241 physical and micro parameters for West Coast Bulk Water Supply	% compliance with the water quality parameters	100%	100%	100%	100%	100%	100%	100%	100%	100%
Limit average % water loss for last 12 months to less than 7.5% ((Number of Kiloliters Water Purchased or Purified - Number of Kiloliters Water Sold) / Number of Kiloliters Water Purchased or Purified × 100)	% average water loss for last 12 months ((Number of Kiloliters Water Purchased or Purified - Number of Kiloliters Water Sold) / Number of	5.07%	4.49%	4.96%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%

There are currently no unfilled positions in the top management structure of the Water Services Department. The top management structure consists of the Director, senior manager and 1 professional engineer.

The departmental strategy is ensuring the economic value and useful life of the water reticulation network and infrastructure is maintained. To this end, the medium-term expenditure framework provides for operational repairs and maintenance of R4.5 million, R4.7 million and R5 million in each of the respective financial years of the MTREF.

The departmental revenue base is primarily informed by the sale of water of which budget appropriation for the 2016/17 financial year is R112.5 million and decreases to R98 million by 2018/19 and has been informed by a collection rate of 98 per cent and distribution losses of 5 per cent.

The reduction of distribution losses is considered a priority and hence the departmental objectives and targets. Past performance has been steady with a total distribution loss of 7 per cent in 2014/15.

1.17 Contracts having future budgetary implications

In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation and Adjudication Committees must obtain formal financial comments from the Financial Management Division of the Treasury Department.

1.18 Capital expenditure details

The following two tables' present details of the municipality's capital expenditure program, firstly on new assets, then on the repair and maintenance of assets.

Table 48 MBRR SA 34a - Capital expenditure on new assets by asset class

DC1 West Coast - Supporting Table SA34a Capital expenditure on new assets by asset class

Description		Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand		1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Capital expenditure on new assets by Asset Class/Sub-class											
Infrastructure			42,626	15,671	8,978	-	-	-	750	-	-
Infrastructure - Road transport			-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges			-	-	-	-	-	-	-	-	-
Storm water			-	-	-	-	-	-	-	-	-
Infrastructure - Electricity			-	-	-	-	-	-	-	-	-
Generation			-	-	-	-	-	-	-	-	-
Transmission & Reticulation			-	-	-	-	-	-	-	-	-
Street Lighting			-	-	-	-	-	-	-	-	-
Infrastructure - Water			42,626	15,671	8,978	-	-	-	750	-	-
Dams & Reservoirs			-	-	401	-	-	-	-	-	-
Water purification			1,025	285	1,991	-	-	-	-	-	-
Reticulation			41,601	15,386	6,586	-	-	-	750	-	-
Infrastructure - Sanitation			-	-	-	-	-	-	-	-	-
Reticulation			-	-	-	-	-	-	-	-	-
Sewerage purification			-	-	-	-	-	-	-	-	-
Infrastructure - Other			-	-	-	-	-	-	-	-	-
Waste Management			-	-	-	-	-	-	-	-	-
Transportation	2		-	-	-	-	-	-	-	-	-
Gas			-	-	-	-	-	-	-	-	-
Other	3		-	-	-	-	-	-	-	-	-
Community			-	-	-	80	80	80	-	-	-
Parks & gardens			-	-	-	-	-	-	-	-	-
Sportsfields & stadia			-	-	-	-	-	-	-	-	-
Swimming pools			-	-	-	-	-	-	-	-	-
Community halls			-	-	-	-	-	-	-	-	-
Libraries			-	-	-	-	-	-	-	-	-
Recreational facilities			-	-	-	80	80	80	-	-	-
Fire, safety & emergency			-	-	-	-	-	-	-	-	-
Security and policing			-	-	-	-	-	-	-	-	-
Buses	7		-	-	-	-	-	-	-	-	-
Clinics			-	-	-	-	-	-	-	-	-
Museums & Art Galleries			-	-	-	-	-	-	-	-	-
Cemeteries			-	-	-	-	-	-	-	-	-
Social rental housing	8		-	-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-	-
Heritage assets			-	-	-	-	-	-	-	-	-
Buildings			-	-	-	-	-	-	-	-	-
Other	9		-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Housing development			-	-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-	-
Other assets			3,102	1,972	7,177	8,235	8,235	8,235	10,555	4,560	4,720
General vehicles			925	214	4,869	1,100	1,100	1,100	1,205	750	1,000
Specialised vehicles			-	-	-	-	-	-	-	-	-
Plant & equipment			725	67	833	6,445	6,445	6,445	6,125	3,750	3,685
Computers - hardware/equipment			308	1,240	410	599	599	599	655	-	-
Furniture and other office equipment			140	84	41	31	31	31	28	35	20
Abattoirs			-	-	-	-	-	-	-	-	-
Markets			-	-	-	-	-	-	-	-	-
Civic Land and Buildings			-	-	-	-	-	-	592	-	-
Other Buildings			-	-	1	-	-	-	71	-	-
Other Land			-	-	0	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)			-	-	-	-	-	-	-	-	-
Other			1,003	368	1,023	60	60	60	1,878	25	15
Agricultural assets			-	-	-	-	-	-	-	-	-
List sub-class			-	-	-	-	-	-	-	-	-
Biological assets			-	-	-	-	-	-	-	-	-
List sub-class			-	-	-	-	-	-	-	-	-
Intangibles			-	-	-	-	-	-	-	-	-
Computers - software & programming			-	-	-	-	-	-	-	-	-
Other (list sub-class)			-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1		45,728	17,643	16,155	8,315	8,315	8,315	11,305	4,560	4,720
Specialised vehicles			-	-	-	-	-	-	-	-	-
Refuse			-	-	-	-	-	-	-	-	-
Fire			-	-	-	-	-	-	-	-	-
Conservancy			-	-	-	-	-	-	-	-	-
Ambulances			-	-	-	-	-	-	-	-	-

Table 49 MBRR SA34c - Repairs and maintenance expenditure by asset class

DC1 West Coast - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description		Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand		1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Repairs and maintenance expenditure by Asset Class/Sub-class											
Infrastructure			22,242	40,262	45,306	27,242	56,063	53,260	43,807	36,207	37,764
Infrastructure - Road transport			17,516	36,955	41,852	24,027	52,848	50,205	39,759	31,957	33,301
Roads, Pavements & Bridges			17,516	36,955	41,852	24,027	52,848	50,205	39,759	31,957	33,301
Storm water			-	-	-	-	-	-	-	-	-
Infrastructure - Electricity			-	-	-	-	-	-	-	-	-
Generation			-	-	-	-	-	-	-	-	-
Transmission & Reticulation			-	-	-	-	-	-	-	-	-
Street Lighting			-	-	-	-	-	-	-	-	-
Infrastructure - Water			4,726	3,307	3,453	3,215	3,215	3,054	4,048	4,250	4,463
Dams & Reservoirs			-	-	-	-	-	-	-	-	-
Water purification			4,726	-	-	-	-	-	-	-	-
Reticulation			-	3,307	3,453	3,215	3,215	3,054	4,048	4,250	4,463
Infrastructure - Sanitation			-	-	-	-	-	-	-	-	-
Reticulation			-	-	-	-	-	-	-	-	-
Sewerage purification			-	-	-	-	-	-	-	-	-
Infrastructure - Other			-	-	-	-	-	-	-	-	-
Waste Management			-	-	-	-	-	-	-	-	-
Transportation	2		-	-	-	-	-	-	-	-	-
Gas			-	-	-	-	-	-	-	-	-
Other	3		-	-	-	-	-	-	-	-	-
Community			1,883	1,280	442	400	400	380	447	470	493
Parks & gardens			-	-	-	-	-	-	-	-	-
Sportsfields & stadia			-	-	-	-	-	-	-	-	-
Swimming pools			-	-	-	-	-	-	-	-	-
Community halls			-	-	-	-	-	-	-	-	-
Libraries			-	-	-	-	-	-	-	-	-
Recreational facilities			838	275	442	400	400	380	447	470	493
Fire, safety & emergency			1,045	1,005	-	-	-	-	-	-	-
Security and policing			-	-	-	-	-	-	-	-	-
Buses	7		-	-	-	-	-	-	-	-	-
Clinics			-	-	-	-	-	-	-	-	-
Museums & Art Galleries			-	-	-	-	-	-	-	-	-
Cemeteries			-	-	-	-	-	-	-	-	-
Social rental housing	8		-	-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-	-
Heritage assets			-	-	-	-	-	-	-	-	-
Buildings			-	-	-	-	-	-	-	-	-
Other	9		-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Housing development			-	-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-	-
Other assets			1,757	1,144	10,347	13,475	13,475	12,801	10,857	11,330	11,951
General vehicles			-	647	7,438	10,174	10,174	9,665	7,798	8,152	8,597
Specialised vehicles			-	-	-	-	-	-	-	-	-
Plant & equipment			-	-	2,453	434	434	412	345	346	380
Computers - hardware/equipment			200	96	-	126	126	120	37	38	40
Furniture and other office equipment			10	-	-	143	143	136	221	232	243
Abattoirs			-	-	-	-	-	-	-	-	-
Markets			-	-	-	-	-	-	-	-	-
Civic Land and Buildings			-	-	-	-	-	-	-	-	-
Other Buildings			805	112	456	2,373	2,373	2,255	2,457	2,561	2,689
Other Land			-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)			-	-	-	-	-	-	-	-	-
Other			742	290	-	225	225	214	-	-	-
Agricultural assets			-	-	-	-	-	-	-	-	-
List sub-class			-	-	-	-	-	-	-	-	-
Biological assets			-	-	-	-	-	-	-	-	-
List sub-class			-	-	-	-	-	-	-	-	-
Intangibles			-	-	-	-	-	-	-	-	-
Computers - software & programming			-	-	-	-	-	-	-	-	-
Other (list sub-class)			-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1		25,882	42,687	56,094	41,117	69,938	66,441	55,111	48,007	50,208
Specialised vehicles			-	-	-	-	-	-	-	-	-
Refuse			-	-	-	-	-	-	-	-	-
Fire			-	-	-	-	-	-	-	-	-
Conservancy			-	-	-	-	-	-	-	-	-
Ambulances			-	-	-	-	-	-	-	-	-
R&M as a % of PPE			7.5%	12.2%	15.9%	11.9%	20.2%	19.2%	16.1%	14.1%	14.8%
R&M as % Operating Expenditure			10.3%	16.7%	19.3%	12.4%	19.3%	19.3%	15.9%	14.8%	14.6%

Table 50 MBRR SA34d – Depreciation by asset class

DC1 West Coast - Supporting Table SA34d Depreciation by asset class

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		4,922	3,699	6,235	6,304	6,304	5,989	6,194	4	4
Infrastructure - Road transport		8	6	6	4	4	4	4	4	4
Roads, Pavements & Bridges		8	6	6	4	4	4	4	4	4
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		17	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		17	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		4,789	3,593	6,124	6,190	6,190	5,881	6,190	-	-
Dams & Reservoirs		1,461	2	2	2,250	2,250	2,138	2,250	-	-
Water purification		661	643	527	520	520	494	520	-	-
Reticulation		2,667	2,948	5,595	3,420	3,420	3,249	3,420	-	-
Infrastructure - Sanitation		109	100	106	110	110	105	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		109	100	106	110	110	105	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation	2	-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other	3	-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses	7	-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing	8	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other	9	-	-	-	-	-	-	-	-	-
Investment properties		139	139	35	140	140	133	140	140	140
Housing development		-	-	-	-	-	-	-	-	-
Other		139	139	35	140	140	133	140	140	140
Other assets		7,278	6,550	5,891	7,525	7,525	7,149	7,962	6,701	7,051
General vehicles		3,276	2,908	2,312	3,000	3,000	2,850	3,436	2,175	2,526
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		435	241	-	-	-	-	-	-	-
Computers - hardware/equipment		339	315	522	423	423	402	423	423	423
Furniture and other office equipment		304	378	241	300	300	285	300	300	300
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		1,811	1,627	1,624	1,600	1,600	1,520	1,600	1,600	1,600
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		1,114	1,082	1,193	2,202	2,202	2,092	2,202	2,202	2,202
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		147	160	534	165	165	157	165	165	165
Computers - software & programming		147	160	534	165	165	157	165	165	165
Other (list sub-class)		-	-	-	-	-	-	-	-	-
Total Depreciation	1	12,485	10,548	12,695	14,134	14,134	13,428	14,461	7,010	7,360
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-
References										
1. Depreciation based on write down values. Not including Depreciation resulting from revaluation.										

Table 51 MBRR SA35 - Future financial implications of the capital budget

DC1 West Coast - Supporting Table SA35 Future financial implications of the capital budget

Vote Description R thousand	Ref	2016/17 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	Forecast 2019/20	Forecast 2020/21	Forecast 2021/22	Present value
Capital expenditure	1							
Vote 1 - COMMUNITY SERVICES		594	-	-	-	-	-	-
Vote 2 - SUBSIDISED SERVICES		2,905	-	-	-	-	-	-
Vote 3 - ECONOMIC SERVICES		116	-	-	-	-	-	-
Vote 4 - HOUSING SERVICES		-	-	-	-	-	-	-
Vote 5 - TRADING SERVICES		7,690	4,560	4,720	-	-	-	-
Vote 6 - AGENCIES		-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-
List entity summary if applicable		-	-	-	-	-	-	-
Total Capital Expenditure		11,305	4,560	4,720	-	-	-	-
Future operational costs by vote	2							
Vote 1 - COMMUNITY SERVICES		-	-	-	-	-	-	-
Vote 2 - SUBSIDISED SERVICES		-	-	-	-	-	-	-
Vote 3 - ECONOMIC SERVICES		-	-	-	-	-	-	-
Vote 4 - HOUSING SERVICES		-	-	-	-	-	-	-
Vote 5 - TRADING SERVICES		-	-	-	-	-	-	-
Vote 6 - AGENCIES		-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-
List entity summary if applicable		-	-	-	-	-	-	-
Total future operational costs		-	-	-	-	-	-	-
Future revenue by source	3							
Property rates		-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-
Service charges - refuse revenue		-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-
List other revenues sources if applicable		-	-	-	-	-	-	-
List entity summary if applicable		-	-	-	-	-	-	-
Total future revenue		-	-	-	-	-	-	-
Net Financial Implications		11,305	4,560	4,720	-	-	-	-

Table 52 MBRR SA36 - Detailed capital budget per municipal vote

DC1 West Coast - Supporting Table SA36 Detailed capital budget

Municipal Vote/Capital project	Ref			IDP Goal code	Individually Approved (Yes/No)	Asset Class	Asset Sub-Class	GPS co-ordinates		Prior year outcomes		2016/17 Medium Term Revenue & Expenditure Framework			Project information	
		Program/Project description	Project number						Total Project Estimate	Audited Outcome 2014/15	Current Year 2015/16 Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	Ward location	New or renewal
R thousand	4			2	6	3	3	5								
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>																
Water Supply / Reticulation		F Pipeline		2	No	Infrastructure - Water	Reticulation	Not applicable	-	1,200	-	-	-	-	Swarland	new
Water Supply / Reticulation		PVR System		2	No	Infrastructure - Water	Reticulation	Not applicable	-	1,432	-	-	-	-	Swarland	new
Water Supply / Reticulation		Voelvlei WTW		2	No	Infrastructure - Water	Reticulation	Not applicable	-	517	-	-	-	-	Swarland	new
Water Supply / Reticulation		Darling Pipeline		2	No	Infrastructure - Water	Reticulation	Not applicable	-	1,695	-	-	-	-	Swarland	new
Water Supply / Reticulation		Desalination Plant		2	No	Infrastructure - Water	Reticulation	Not applicable	-	3,072	-	-	-	-	Saldanha	new
Water Supply / Reticulation		Voelvlei Housing		2	No	Infrastructure - Water	Reticulation	Not applicable	-	-	-	500	-	-	Swarland	new
Water Supply / Reticulation		Misverstand WTW		2	No	Infrastructure - Water	Reticulation	Not applicable	-	-	-	250	-	-	Bergriver	new
Water Supply / Reticulation		Other Assets		3,4,5	No	Other	Other	Not applicable	-	8,238	8,315	10,555	4,560	4,750	West Coast DM	new
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
									-	-	-	-	-	-	0	0
Parent Capital expenditure	1											11,305	4,560	4,750		

Table 53 MBRR SA37 - Projects delayed from previous financial year

DC1 West Coast - Supporting Table SA37 Projects delayed from previous financial year/s

Municipal Vote/Capital project	Ref. 1,2	Project name	Project number	Asset Class 3	Asset Sub-Class 3	GPS co-ordinates 4	Previous target year to complete	Current Year 2015/16		2016/17 Medium Term Revenue & Expenditure Framework		
								Original Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
								Year				
R thousand												
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>				<i>Examples</i>	<i>Examples</i>							
Water Supply / Reticulation	2	Desalination Plant		Infrastructure - Water	Reticulation	Not applicable	2015	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
Entities: <i>List all capital projects grouped by Municipal Entity</i>												
Entity Name							0	-	-	-	-	-
Project name							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-
							0	-	-	-	-	-

1.19 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days) includes monthly published financial performance.

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Financial Services Department, Supply Chain Management, Internal Audit and Risk Management.

3. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

4. Audit Committee

An Audit Committee has been established and is fully functional.

5. Service Delivery and Implementation Plan

The detail SDBIP document is at a draft stage and will be finalized after approval of the 2016/17 MTREF in May 2016 directly aligned and informed by the 2016/17 MTREF.

6. Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

7. MFMP Training

The MFMP training is provided by Stellenbosch University in line with the minimum competency levels prescribed in legislation.

1.20 Other supporting documents

Table 54 MBRR Table SA1 - Supporting detail to budgeted financial performance

[illegible]

DC1 West Coast - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

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Table 55 MBRR Table SA2 – Matrix financial performance budget (revenue source/expenditure type and department)

DC1 West Coast - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)

Description	Ref	Vote 1 - COMMUNITY SERVICES	Vote 2 - SUBSIDISED SERVICES	Vote 3 - ECONOMIC SERVICES	Vote 4 - HOUSING SERVICES	Vote 5 - TRADING SERVICES	Vote 6 - AGENCIES	Vote 7 - [NAME OF VOTE 7]	Vote 8 - [NAME OF VOTE 8]	Vote 9 - [NAME OF VOTE 9]	Vote 10 - [NAME OF VOTE 10]	Vote 11 - [NAME OF VOTE 11]	Vote 12 - [NAME OF VOTE 12]	Vote 13 - [NAME OF VOTE 13]	Vote 14 - [NAME OF VOTE 14]	Vote 15 - [NAME OF VOTE 15]	Total
R thousand	1																
Revenue By Source																	
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	112,744	-	-	-	-	-	-	-	-	-	-	112,744
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	3,304	-	-	-	-	-	-	-	-	-	-	-	-	3,304
Interest earned - external investments		8,663	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,663
Interest earned - outstanding debtors		28	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits		20	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20
Agency services		-	-	-	-	-	125,764	-	-	-	-	-	-	-	-	-	125,764
Other revenue		878	8,178	-	2,043	-	-	-	-	-	-	-	-	-	-	-	11,099
Transfers recognised - operational		79,732	7,172	-	-	-	-	-	-	-	-	-	-	-	-	-	86,904
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		89,321	15,350	3,304	2,043	112,744	125,764	-	-	-	-	-	-	-	-	-	348,526
Expenditure By Type																	
Employee related costs		47,441	35,939	3,118	821	27,432	43,306	-	-	-	-	-	-	-	-	-	158,057
Remuneration of councillors		6,947	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,947
Debt impairment		-	-	-	-	441	-	-	-	-	-	-	-	-	-	-	441
Depreciation & asset impairment		2,425	3,435	69	-	8,531	-	-	-	-	-	-	-	-	-	-	14,461
Finance charges		-	-	-	-	9,299	-	-	-	-	-	-	-	-	-	-	9,299
Bulk purchases		-	-	-	-	10,300	-	-	-	-	-	-	-	-	-	-	10,300
Other materials		-	3,455	447	476	4,538	46,195	-	-	-	-	-	-	-	-	-	55,111
Contracted services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure		11,780	12,814	1,152	1	41,323	24,277	-	-	-	-	-	-	-	-	-	91,347
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		68,594	55,644	4,787	1,297	101,863	113,779	-	-	-	-	-	-	-	-	-	345,963
Surplus/(Deficit)		20,727	(40,294)	(1,482)	746	10,882	11,985	-	-	-	-	-	-	-	-	-	2,563
Transfers recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		20,727	(40,294)	(1,482)	746	10,882	11,985	-	-	-	-	-	-	-	-	-	2,563

Table 56 MBRR Table SA3 – Supporting detail to Statement of Financial Position

DC1 West Coast - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'

		2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
Description	Ref	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
ASSETS											
Call investment deposits											
Call deposits < 90 days		-	-	-	-	-	-	-			
Other current investments > 90 days		-	-	-	-	-	-	-			
Total Call investment deposits	2	-	-	-	-	-	-	-	-	-	-
Consumer debtors											
Consumer debtors		7,939	7,798	9,710	7,635	7,635	7,635	7,635	11,717	13,363	15,122
Less: Provision for debt impairment		(251)	(160)	(56)	(690)	(690)	(690)	(690)	(901)	(1,664)	(2,450)
Total Consumer debtors	2	7,688	7,638	9,654	6,945	6,945	6,945	6,945	10,816	11,699	12,672
Debt impairment provision											
Balance at the beginning of the year		150	428	160	160	160	160	160	160	901	1,664
Contributions to the provision		960	551	-	330	330	330	330	441	463	486
Bad debts written off		(858)	(820)	(104)	200	200	200	200	300	300	300
Balance at end of year		251	160	56	690	690	690	690	901	1,664	2,450
Property, plant and equipment (PPE)											
PPE at cost/valuation (excl. finance leases)		451,819	462,394	476,462	475,720	475,720	475,720	475,720	487,025	491,585	496,305
Leases recognised as PPE	3	-	-	-	-	-	-	-	-	-	-
Less: Accumulated depreciation		105,818	113,353	123,870	130,235	130,235	130,235	130,235	144,391	151,096	158,151
Total Property, plant and equipment (PPE)	2	346,000	349,041	352,592	345,485	345,485	345,485	345,485	342,634	340,489	338,154
LIABILITIES											
Current liabilities - Borrowing											
Short term loans (other than bank overdraft)		-	-	-	-	-	-	-	-	-	-
Current portion of long-term liabilities		10,916	12,944	14,127	14,127	14,127	14,127	14,127	15,493	17,004	12,853
Total Current liabilities - Borrowing		10,916	12,944	14,127	14,127	14,127	14,127	14,127	15,493	17,004	12,853
Trade and other payables											
Trade and other creditors		23,709	25,351	28,587	14,485	14,485	14,485	14,485	54,568	45,249	39,744
Unspent conditional transfers		1,725	472	366	-	-	-	-	-	-	-
VAT		138	-	2,155	-	-	-	-	-	-	-
Total Trade and other payables	2	25,572	25,823	31,108	14,485	14,485	14,485	14,485	54,568	45,249	39,744
Non current liabilities - Borrowing											
Borrowing	4	100,756	86,866	72,738	72,714	72,714	72,714	72,714	57,221	40,217	27,364
Finance leases (including PPP asset element)		-	750	-	-	-	-	-	-	-	-
Total Non current liabilities - Borrowing		100,756	87,616	72,738	72,714	72,714	72,714	72,714	57,221	40,217	27,364
Provisions - non-current											
Retirement benefits		69,042	55,450	57,826	70,640	70,640	70,640	70,640	74,055	83,009	93,923
List other major provision items		-	-	-	-	-	-	-	-	-	-
Refuse landfill site rehabilitation		-	-	-	-	-	-	-	-	-	-
Other		5,615	6,482	6,919	-	-	-	-	6,919	6,919	6,919
Total Provisions - non-current		74,657	61,932	64,745	70,640	70,640	70,640	70,640	80,974	89,928	100,842
CHANGES IN NET ASSETS											
Accumulated Surplus/(Deficit)											
Accumulated Surplus/(Deficit) - opening balance		290,770	313,010	363,531	342,997	342,997	324,914	324,914	349,115	351,678	354,032
GRAP adjustments		15,367	4,889	-	-	-	-	-	-	-	-
Restated balance		306,137	317,899	363,531	342,997	342,997	324,914	324,914	349,115	351,678	354,032
Surplus/(Deficit)		5,858	45,631	38,287	6,117	6,117	24,201	24,201	2,563	2,354	2,003
Appropriations to Reserves		-	-	-	-	-	-	-	-	-	-
Transfers from Reserves		-	-	-	-	-	-	-	-	-	-
Depreciation offsets		-	-	-	-	-	-	-	-	-	-
Other adjustments		-	-	-	-	-	-	-	-	-	-
Accumulated Surplus/(Deficit)	1	311,996	363,531	401,818	349,115	349,115	349,115	349,115	351,678	354,032	356,035
Reserves											
Housing Development Fund		-	-	-	-	-	-	-	-	-	-
Capital replacement		-	-	-	-	-	-	-	-	-	-
Self-insurance		-	-	-	-	-	-	-	-	-	-
Other reserves		-	-	-	-	-	-	-	-	-	-
Revaluation		-	-	-	-	-	-	-	-	-	-
Total Reserves	2	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	311,996	363,531	401,818	349,115	349,115	349,115	349,115	351,678	354,032	356,035
Total capital expenditure includes expenditure on nationally significant priorities:											
Provision of basic services		-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-

Table 57 MBRR Table SA9 – Social, economic and demographic statistics and assumptions

DC1 West Coast - Supporting Table SA9 Social, economic and demographic statistics and assumptions

Description of economic indicator	Ref	Basis of calculation	2001 Census	2007 Survey	2011 Census	2012/13	2013/14	2014/15	Current Year 2015/16	2016/17 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
Demographics												
Population	0		-	-	-	-	-	-	-	-	-	-
Females aged 5 - 14	0		-	-	-	-	-	-	-	-	-	-
Males aged 5 - 14	0		-	-	-	-	-	-	-	-	-	-
Females aged 15 - 34	0		-	-	-	-	-	-	-	-	-	-
Males aged 15 - 34	0		-	-	-	-	-	-	-	-	-	-
Unemployment	0		-	-	-	-	-	-	-	-	-	-
Monthly household income (no. of households)	1, 12											
No income	0		-	-	-	-	-	-	-	-	-	-
R1 - R1 600	0		-	-	-	-	-	-	-	-	-	-
R1 601 - R3 200	0		-	-	-	-	-	-	-	-	-	-
R3 201 - R6 400	0		-	-	-	-	-	-	-	-	-	-
R6 401 - R12 800	0		-	-	-	-	-	-	-	-	-	-
R12 801 - R25 600	0		-	-	-	-	-	-	-	-	-	-
R25 601 - R51 200	0		-	-	-	-	-	-	-	-	-	-
R52 201 - R102 400	0		-	-	-	-	-	-	-	-	-	-
R102 401 - R204 800	0		-	-	-	-	-	-	-	-	-	-
R204 801 - R409 600	0		-	-	-	-	-	-	-	-	-	-
R409 601 - R819 200	0		-	-	-	-	-	-	-	-	-	-
> R819 200	0		-	-	-	-	-	-	-	-	-	-
Poverty profiles (no. of households)												
< R2 060 per household per month	13 0		-	-	-	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Insert description	2 0		-	-	-	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Household demographics (000)												
Number of people in municipal area	0		-	-	-	-	-	-	-	-	-	-
Number of poor people in municipal area	0		-	-	-	-	-	-	-	-	-	-
Number of households in municipal area	0		-	-	-	-	-	-	-	-	-	-
Number of poor households in municipal area	0		-	-	-	-	-	-	-	-	-	-
Definition of poor household (R per month)	0		-	-	-	-	-	-	-	-	-	-
Housing statistics	3											
Formal	0		-	-	-	-	-	-	-	-	-	-
Informal	0		-	-	-	-	-	-	-	-	-	-
Total number of households			-	-	-	-	-	-	-	-	-	-
Dwellings provided by municipality	4 0		-	-	-	-	-	-	-	-	-	-
Dwellings provided by province/s	0		-	-	-	-	-	-	-	-	-	-
Dwellings provided by private sector	5 0		-	-	-	-	-	-	-	-	-	-
Total new housing dwellings			-	-	-	-	-	-	-	-	-	-
Economic	6											
Inflation/inflation outlook (CPIX)						6.0%	6.0%	6.0%	6.0%	4.4%	4.4%	4.4%
Interest rate - borrowing						0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Interest rate - investment						8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
Remuneration increases						10.0%	10.0%	10.0%	10.0%	8.5%	8.5%	8.5%
Consumption growth (electricity)						0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Consumption growth (water)						10.4%	10.4%	10.4%	10.4%	8.1%	8.1%	8.1%
Collection rates	7											
Property tax/service charges						0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Rental of facilities & equipment						100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Interest - external investments						100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Interest - debtors						0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Revenue from agency services						100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Table 57 MBRR Table SA9 – Social, economic and demographic statistics and assumptions (Continued)

Municipal entity services	Ref.		2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
			Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Name of municipal entity		Household service targets (000)									
		<u>Water:</u>									
		Piped water inside dwelling	--	--	--	--	--	--	--	--	--
		Piped water inside yard (but not in dwelling)	--	--	--	--	--	--	--	--	--
	8	Using public tap (at least min.service level)	--	--	--	--	--	--	--	--	--
	10	Other water supply (at least min.service level)	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
	9	Using public tap (< min.service level)	--	--	--	--	--	--	--	--	--
	10	Other water supply (< min.service level)	--	--	--	--	--	--	--	--	--
		No water supply	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Name of municipal entity		Sanitation/sewerage:									
		Flush toilet (connected to sewerage)	--	--	--	--	--	--	--	--	--
		Flush toilet (with septic tank)	--	--	--	--	--	--	--	--	--
		Chemical toilet	--	--	--	--	--	--	--	--	--
		Pit toilet (ventilated)	--	--	--	--	--	--	--	--	--
		Other toilet provisions (> min.service level)	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
		Bucket toilet	--	--	--	--	--	--	--	--	--
		Other toilet provisions (< min.service level)	--	--	--	--	--	--	--	--	--
		No toilet provisions	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Name of municipal entity		Energy:									
		Electricity (at least min.service level)	--	--	--	--	--	--	--	--	--
		Electricity - prepaid (min.service level)	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
		Electricity (< min.service level)	--	--	--	--	--	--	--	--	--
		Electricity - prepaid (< min. service level)	--	--	--	--	--	--	--	--	--
		Other energy sources	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Name of municipal entity		Refuse:									
		Removed at least once a week	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
		Removed less frequently than once a week	--	--	--	--	--	--	--	--	--
		Using communal refuse dump	--	--	--	--	--	--	--	--	--
		Using own refuse dump	--	--	--	--	--	--	--	--	--
		Other rubbish disposal	--	--	--	--	--	--	--	--	--
		No rubbish disposal	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Services provided by 'external mechanisms'											
Names of service providers		Household service targets (000)									
		<u>Water:</u>									
		Piped water inside dwelling	--	--	--	--	--	--	--	--	--
		Piped water inside yard (but not in dwelling)	--	--	--	--	--	--	--	--	--
	8	Using public tap (at least min.service level)	--	--	--	--	--	--	--	--	--
	10	Other water supply (at least min.service level)	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
	9	Using public tap (< min.service level)	--	--	--	--	--	--	--	--	--
	10	Other water supply (< min.service level)	--	--	--	--	--	--	--	--	--
		No water supply	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Names of service providers		Sanitation/sewerage:									
		Flush toilet (connected to sewerage)	--	--	--	--	--	--	--	--	--
		Flush toilet (with septic tank)	--	--	--	--	--	--	--	--	--
		Chemical toilet	--	--	--	--	--	--	--	--	--
		Pit toilet (ventilated)	--	--	--	--	--	--	--	--	--
		Other toilet provisions (> min.service level)	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
		Bucket toilet	--	--	--	--	--	--	--	--	--
		Other toilet provisions (< min.service level)	--	--	--	--	--	--	--	--	--
		No toilet provisions	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Names of service providers		Energy:									
		Electricity (at least min.service level)	--	--	--	--	--	--	--	--	--
		Electricity - prepaid (min.service level)	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
		Electricity (< min.service level)	--	--	--	--	--	--	--	--	--
		Electricity - prepaid (< min. service level)	--	--	--	--	--	--	--	--	--
		Other energy sources	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--
Names of service providers		Refuse:									
		Removed at least once a week	--	--	--	--	--	--	--	--	--
		Minimum Service Level and Above sub-total	--	--	--	--	--	--	--	--	--
		Removed less frequently than once a week	--	--	--	--	--	--	--	--	--
		Using communal refuse dump	--	--	--	--	--	--	--	--	--
		Using own refuse dump	--	--	--	--	--	--	--	--	--
		Other rubbish disposal	--	--	--	--	--	--	--	--	--
		No rubbish disposal	--	--	--	--	--	--	--	--	--
		Below Minimum Service Level sub-total	--	--	--	--	--	--	--	--	--
		Total number of households	--	--	--	--	--	--	--	--	--

Table 57 MBRR Table SA9 – Social, economic and demographic statistics and assumptions (Continued)

Municipal entity services	Ref.	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Name of municipal entity		Household service targets (000)								
		<u>Water:</u>								
		Piped water inside dwelling	–	–	–	–	–	–	–	–
		Piped water inside yard (but not in dwelling)	–	–	–	–	–	–	–	–
	8	Using public tap (at least min.service level)	–	–	–	–	–	–	–	–
	10	Other water supply (at least min.service level)	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
	9	Using public tap (< min.service level)	–	–	–	–	–	–	–	–
	10	Other water supply (< min.service level)	–	–	–	–	–	–	–	–
		No water supply	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Name of municipal entity		Sanitation/sewerage:								
		Flush toilet (connected to sewerage)	–	–	–	–	–	–	–	–
		Flush toilet (with septic tank)	–	–	–	–	–	–	–	–
		Chemical toilet	–	–	–	–	–	–	–	–
		Pit toilet (ventilated)	–	–	–	–	–	–	–	–
		Other toilet provisions (> min.service level)	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
		Bucket toilet	–	–	–	–	–	–	–	–
		Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–
		No toilet provisions	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Name of municipal entity		Energy:								
		Electricity (at least min.service level)	–	–	–	–	–	–	–	–
		Electricity - prepaid (min.service level)	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
		Electricity (< min.service level)	–	–	–	–	–	–	–	–
		Electricity - prepaid (< min. service level)	–	–	–	–	–	–	–	–
		Other energy sources	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Name of municipal entity		Refuse:								
		Removed at least once a week	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
		Removed less frequently than once a week	–	–	–	–	–	–	–	–
		Using communal refuse dump	–	–	–	–	–	–	–	–
		Using own refuse dump	–	–	–	–	–	–	–	–
		Other rubbish disposal	–	–	–	–	–	–	–	–
		No rubbish disposal	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Services provided by 'external mechanisms'		2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
	Ref.	Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Names of service providers		Household service targets (000)								
		<u>Water:</u>								
		Piped water inside dwelling	–	–	–	–	–	–	–	–
		Piped water inside yard (but not in dwelling)	–	–	–	–	–	–	–	–
	8	Using public tap (at least min.service level)	–	–	–	–	–	–	–	–
	10	Other water supply (at least min.service level)	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
	9	Using public tap (< min.service level)	–	–	–	–	–	–	–	–
	10	Other water supply (< min.service level)	–	–	–	–	–	–	–	–
		No water supply	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Names of service providers		Sanitation/sewerage:								
		Flush toilet (connected to sewerage)	–	–	–	–	–	–	–	–
		Flush toilet (with septic tank)	–	–	–	–	–	–	–	–
		Chemical toilet	–	–	–	–	–	–	–	–
		Pit toilet (ventilated)	–	–	–	–	–	–	–	–
		Other toilet provisions (> min.service level)	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
		Bucket toilet	–	–	–	–	–	–	–	–
		Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–
		No toilet provisions	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Names of service providers		Energy:								
		Electricity (at least min.service level)	–	–	–	–	–	–	–	–
		Electricity - prepaid (min.service level)	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
		Electricity (< min.service level)	–	–	–	–	–	–	–	–
		Electricity - prepaid (< min. service level)	–	–	–	–	–	–	–	–
		Other energy sources	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–
Names of service providers		Refuse:								
		Removed at least once a week	–	–	–	–	–	–	–	–
		Minimum Service Level and Above sub-total	–	–	–	–	–	–	–	–
		Removed less frequently than once a week	–	–	–	–	–	–	–	–
		Using communal refuse dump	–	–	–	–	–	–	–	–
		Using own refuse dump	–	–	–	–	–	–	–	–
		Other rubbish disposal	–	–	–	–	–	–	–	–
		No rubbish disposal	–	–	–	–	–	–	–	–
		Below Minimum Service Level sub-total	–	–	–	–	–	–	–	–
		Total number of households	–	–	–	–	–	–	–	–

Table 57 MBRR Table SA9 – Social, economic and demographic statistics and assumptions (Continued)

Detail of Free Basic Services (FBS) provided		2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
					Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Electricity	Ref.									
List type of FBS service	<u>Location of households for each type of FBS</u>									
	Formal settlements - (50 kwh per indigent household per month R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements targeted for upgrading (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Living in informal backyard rental agreement (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Other (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Total cost of FBS - Electricity for informal settlements	-	-	-	-	-	-	-	-	-
Water	Ref.									
List type of FBS service	<u>Location of households for each type of FBS</u>									
	Formal settlements - (6 kilolitre per indigent household per month R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements targeted for upgrading (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Living in informal backyard rental agreement (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Other (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Total cost of FBS - Water for informal settlements	-	-	-	-	-	-	-	-	-
Sanitation	Ref.									
List type of FBS service	<u>Location of households for each type of FBS</u>									
	Formal settlements - (free sanitation service to indigent households)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements targeted for upgrading (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Living in informal backyard rental agreement (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Other (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Total cost of FBS - Sanitation for informal settlements	-	-	-	-	-	-	-	-	-
Refuse Removal	Ref.									
List type of FBS service	<u>Location of households for each type of FBS</u>									
	Formal settlements - (removed once a week to indigent households)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Informal settlements targeted for upgrading (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Living in informal backyard rental agreement (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Other (R'000)	-	-	-	-	-	-	-	-	-
	Number of HH receiving this type of FBS	-	-	-	-	-	-	-	-	-
	Total cost of FBS - Refuse Removal for informal settlements	-	-	-	-	-	-	-	-	-

DC1 West Coast - Supporting Table SA32 List of external mechanisms

[illegible]

Table 59 Schedule of Service Delivery Standards**Western Cape : West Coast District Municipality(DC1) - Schedule of Service Delivery Standards Table 59**

Standard	Description	Service Level
Water Service		
	Water Quality rating (Blue/Green/Brown/NO drop)	Blue
	Is free water available to all? (All/only to the indigent consumers)	All
	Frequency of meter reading? (per month, per year)	Per Month
	Duration (hours) before availability of water is restored in cases of service interruption (complete the sub questions)	
	One service connection affected (number of hours)	48 hours
	Up to 5 service connection affected (number of hours)	48 hours
	Up to 20 service connection affected (number of hours)	48 hours
	Feeder pipe larger than 800mm (number of hours)	48 hours
	What is the average minimum water flow in your municipality?	1 meter per second
	Do you practice any environmental or scarce resource protection activities as part of your operations? (Yes/No)	Yes
	How long does it take to replace faulty water meters? (days)	3 Days
	Do you have a cathodic protection system in place that is operational at this stage? (Yes/No)	Yes
	To what extent do you subsidize your indigent consumers?	6kl water
Financial Management		
	Is there any change in the situation of unauthorised and wasteful expenditure over time? (Decrease/Increase)	Not Applicable
	Are the financial statement outsourced? (Yes/No)	No
	Are there Council adopted business process structuring the flow and management of documentation feeding to Trial Balance?	Yes
	How long does it take for an Tax/Invoice to be paid from the date it has been received?	within 30 Days
	Is there advance planning from SCM unit linking all departmental plans quarterly and annually including for the next two to three years procurement plans?	Yes
Administration		
	Reaction time on enquiries and requests?	Immediately
	Time to respond to a verbal customer enquiry or request? (working days)	1-5 Days
	Time to respond to a written customer enquiry or request? (working days)	1-5 Days
	Time to resolve a customer enquiry or request? (working days)	1-5 Days
	Does the municipality have control over locked enquiries? (Yes/No)	Yes
	Is there a reduction in the number of complaints or not? (Yes/No)	Yes
	How long does it take to open an account to a new customer? (1 day/ 2 days/ a week or longer)	30 min
	How many times does SCM Unit, CFO's Unit and Technical unit sit to review and resolve SCM process delays other than normal monthly management meetings?	Weekly
Economic development		
	How many economic development projects does the municipality drive?	EPWP Project
	What percentage of the projects have created sustainable job security?	None
	Does the municipality have any incentive plans in place to create a conducive environment for economic development? (Yes/No)	Yes
Other Service delivery and communication		
	Is a information package handed to the new customer? (Yes/No)	Yes a Contract
	Does the municipality have training or information sessions to inform the community? (Yes/No)	No
	Are customers treated in a professional and humanly manner? (Yes/No)	Yes

1.21 Municipal manager's quality certificate

I H F Prins, municipal manager of West Coast District Municipality, hereby certify that the draft annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name _____

Municipal manager of West Coast District Municipality (DC1)

Signature _____

Date _____